



Floyd O. Bartch

Chair

Judith (Judy) Sutter-Hinrichs

Vice-Chair

Ralph Biele

Commissioner

Darryl T. Jones

Commissioner

Noel J. Shull

Commissioner



**Missouri Gaming Commission
Annual Report to The General Assembly
Fiscal Year 2005**

MISSION STATEMENT

of the



To serve the citizens of Missouri by ensuring the integrity of charitable and commercial gaming and by optimizing its social and economic impact on the state.

Photographs on cover taken by Missouri Gaming Commission staff

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The Commissioners

Chief Floyd Bartch (Retired), *Chair*



Chief Floyd Bartch retired from the Kansas City, Missouri police department on April 2, 1999. After retirement, Chief Bartch served and continues to serve on various committees and boards concerning public issues in the Kansas City Metropolitan area. During his 31-year career with the police department, Chief Bartch was involved in the development of many programs. However, his experience in criminal justice and financial matters and as a lobbyist for the police department should assist him with gaming issues in the State of Missouri.

Judith (Judy) Sutter-Hinrichs, *Vice-Chair*



Judy Hinrichs recently retired after a career that included public relations, marketing and not-for-profit management. Ms. Hinrichs has considerable volunteer experience as a community activist in civic, health, social service and cultural organizations. She serves as a board member of the St. Mary's Hospital Foundation of East St. Louis, Illinois and as a national board member of the Business and Professional Women's Foundation. She has served as President of the St. Louis Zoo Friends Association and the Asthma and Allergy Association. She has been an executive board member of the Missouri Environmental Improvement Energy Resources Authority (EIERA), Missouri Goodwill Industries, Leadership St. Louis, Life Crisis and the St. Louis Junior League as well as board member of many other organizations. As a member of the RCGA Public Policy Council and the RCGA Illinois Public Policy Council, Ms. Hinrichs remains committed to the improvement and growth of downtown St. Louis and the St. Louis region. She and her husband, Rich Meckfessel, live in St. Louis County.

Ralph Biele



Ralph Biele retired from the Missouri State Highway Patrol in 1996. At the time of his retirement, he served as the assistant superintendent of the Patrol. From 1996-2000, Mr. Biele served on the staff of the Missouri Gaming Commission as the Department Director responsible for overseeing all of its enforcement activities. He is very active in the community and is a member of several civic and charitable organizations. He is a member of the Missouri Boy's State Board of Directors and currently serves on the Executive Committee as their treasurer. He was recently inducted into the Missouri Boy's State Hall of Fame. Mr. Biele has also been active in Missouri Special Olympics for many years and is currently on the Board of Directors, having served as the Board Chairman from 1991-1993. His law enforcement background, coupled with his gaming enforcement experience, should assist him in his duties as a Commissioner.

Darryl T. Jones



Darryl T. Jones was formerly employed by Southwestern Bell Telephone Company, now known as SBC, for 15 years as a planning and design engineer and later as a financial analyst. After his career with Bell, Mr. Jones took the bold step in becoming an entrepreneur by forming his own foodservice management company known as TRI-TEC, Inc. Over the past 10 years, he has strategically formed joint-venture partnerships with some of the giants of the foodservice industry: Levy Restaurants in operating the foodservice at America's Center and the Edward Jones Dome; HMSHost in operating the foodservice for Lambert International Airport; and Aramark in operating foodservice for the St. Louis Public Schools. Mr. Jones is currently volunteering numerous hours with several non-profit organizations: Trustee with Fontbonne University, Chairman Garden District Commission; Board Director with Our Little Haven; and Board Director Epsilon Lambda Foundation of Alpha Phi Alpha Fraternity. Some of his former civic duties included: Secretary/Treasurer Missouri Housing Development Commission; Chairman St. Louis Metropolitan Sewer District; St. Louis Public Schools Role Model Program; and Board Director of Inroads St. Louis. Mr. Jones and his wife, Villa, and sons are long time residents of St. Louis City.

Noel J. Shull



Noel Shull has extensive experience in the financial services industry, primarily in the commercial lending area. He has served the Missouri Bankers Association as Chairman of their Governmental Affairs Committee. The U.S. Small Business Administration National Advisory Council Chairman appointed him Chairman of the Access to Capital Committee in 1988 and 1996. He has served on the board of directors for several banking institutions. Mr. Shull has volunteered on many charitable organization projects, including Missouri Cattlemen Foundation Board, Students in Free Enterprise International Exposition Judge, American Royal Governor and committees and University of Missouri-Columbia Honorary Professors Programs. He received an undergraduate degree from UMC in finance and real estate and a graduate degree in banking from Southwestern Graduate School of Banking at Southern Methodist University in Dallas, Texas. Mr. Shull is a past recipient of the U.S. Small Business Administration Regional Financial Services Advocate of the year award and the Kansas City University of Missouri-Columbia Business Alumni Chapter, 2004 Alumni of the year award.



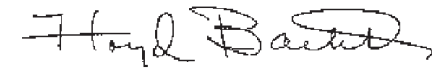
Message from the Chairman

On behalf of the Missouri Gaming Commission, it is my pleasure to present the annual report for FY 2005. This report is submitted to comply with Section 313.837, RSMo, and contains an account of the Commission's activities over the past year. The report includes a summary of the status of each licensed gaming facility; a report of gaming tax and admission fee collections; an analysis of the gaming markets in Missouri; a summary of the responsibilities and activities of each section of the Commission's staff; a report on the status of the gaming industry affirmative action programs; and an update on the Commission's programs for problem gamblers and their families.

The report also contains a section fulfilling the Commission's statutory mandate to report to you on the effect of the loss limit on the competitiveness of Missouri riverboat casinos versus gaming facilities in neighboring jurisdictions. You may notice that the Commission offers much less commentary on the loss limit than it has in previous years. For the past decade, this Commission has reported to you that the data clearly shows the loss limit renders Missouri riverboat casinos less competitive versus its competitors in Illinois, Iowa and Mississippi.¹ There has been little change in the data over the past decade, making the issue as to whether the loss limit has a negative impact on Missouri casino's ability to compete with neighboring states well settled. The Commission continues to recommend you consider repealing this reporting requirement. The Joint Committee on Gaming and Wagering supports this position as indicated by its adoption of a resolution expressing its opinion on the issue during the 2005 legislative session.²

The gaming statutes also require the Commission to suggest changes in the adjusted gross receipts tax as provided in Section 313.822, RSMo. On pages 7-9, you will find a detailed analysis of Missouri's gaming tax rate as it compares to the gaming tax rates in other riverboat gambling states. In addition, the report provides the Commission's view of how tax rates affect the economics of gaming, the quality of the operations located in the state and the impact of gaming taxes on employees, home dock communities, patrons and state revenues.

Another of the Commission's statutory mandates is to provide recommendations for legislation the Commission deems advisable. Two years ago, the Commission opened the debate regarding the expansion of enforcement authority for Commission agents. The current system has served the citizens of Missouri and Commission admirably during the startup phase of riverboat gambling. It provided an immediate influx of experienced law enforcement officers who had established an important bond of trustworthiness with the



¹ Indian casinos do not release the results of their operations. Thus, we are not able to provide an analysis of the competitive environment versus the Indian casinos in Kansas.

² The resolution states, in part that:

“WHEREAS, the Joint Committee on Gaming and Wagering recognizes the importance of maintaining the independence of the Missouri Gaming Commission; and

WHEREAS, the Joint Committee on Gaming and Wagering believes that requiring the Missouri Gaming Commission to report on the effects of loss limits unnecessarily involves the Commission in a political issue, which is inconsistent with the duties of an impartial regulatory and law enforcement agency; and

WHEREAS, the Joint Committee on Gaming and Wagering finds that it is in the best interest of the effective regulation of legalized gaming to isolate the Missouri Gaming Commission from political issues or involvement; and



public. However, recent inquiries from the Missouri Government Review Commission (MGRC), prompted by responses from the Highway Patrol to an MGRC questionnaire, suggest that policy makers may consider other, more efficient ways to allocate scarce state law enforcement resources. With this in mind, it is now imperative that we build more flexibility into the gaming statutes to allow us to adapt to potential changes in administrative policy and, perhaps more importantly, to allow the Commission to adapt to changes in personnel that might be brought about as a result of a statewide emergency that would require highway patrol officers on riverboat casinos to be reassigned. In the absence of policy direction from the Governor and/or General Assembly, the Commission's only plan would be to use the proposed statutory provisions to commission a few seasoned gaming enforcement managers who have extensive law enforcement experience. We believe the time to act on this issue has come and ask that you give this issue your most serious consideration in the 2006 legislative session.

The Commission also recommends legislation be adopted requiring casinos to pay interest on delinquent admission fees. A decision by one of the Commission's hearing officers pointed out that the current gaming statute provides specific language allowing the Commission to impose interest on delinquent adjusted gross receipts taxes. However, the language is missing from the section imposing an admission fee. Thus, the Commission cannot assess interest against delinquent admission fees until the legislature grants it the authority to do so.

Finally, the Commission recommends the General Assembly enact legislation directing that jackpot winnings of problem gamblers who have voluntarily excluded themselves from Missouri casinos be deposited into a fund for problem gambling prevention and treatment. Under the provisions of Missouri's internationally renowned voluntary exclusion program, problem gamblers who have excluded themselves are ineligible to place a wager. Thus, if the problem gambler surreptitiously enters the casino, illegally places a wager and wins a jackpot, the current law allows the casino to keep the money. The Commission believes a better policy is to deposit the money into the Compulsive Gamblers Fund and asks that you enact legislation authorizing the Commission to redirect the funds.

Perhaps the most significant action by the Commission during the past fiscal year was the completion of the prioritization process for new licensees in the St. Louis metropolitan area. The Commission spent more than a year analyzing the submission of applications for six casino locations. The process was very competitive with the Commission receiving quality proposals from four companies. The process was also very open, as the Commission held enough public hearings so that any member of the public who wished to be heard on the issue was given the opportunity to

WHEREAS, the Joint Committee on Gaming and Wagering finds that relieving the Missouri Gaming Commission from the requirement of reporting to the General Assembly on the effect of loss limits will benefit the Commission by allowing it to focus entirely on its mission of administering laws and regulations maintaining the integrity of commercial and charitable gaming in Missouri;

NOW, THEREFORE, BE IT RESOLVED, that the Joint Committee on Gaming and Wagering recommends that the provision of Section 313.837, RSMo, requiring the Missouri Gaming Commission to report annually to the General Assembly the effects of loss limits on the competitiveness of the gaming industry in Missouri be repealed.



speak directly to the Commission in an open forum. The quality and fairness of the selection process can perhaps best be judged by the absence of any significant controversy or negative media coverage following the Commission's selection of Pinnacle Entertainment as a priority for investigation for its projects in downtown St. Louis and in St. Louis County.³

The Commission is particularly grateful for the cooperation and professionalism exhibited by the St. Louis City and County governments. Each of these entities has been very helpful during the process in providing the Commission with information and in establishing the clear support of their communities for a casino development. The Commission has never licensed a casino in a community unless there was substantial and widespread support for it. The Commission continues to believe that local community support is critical to the selection and licensing process. Local governments play a critical role in this process but are also at risk of falling to the temptation of unethical or illegal conduct.⁴ The Commission's experience with St. Louis City and County officials thus far has been excellent and they are to be commended for their handling of this highly volatile issue.

Governor Matt Blunt appointed two new members to the Commission in 2005. Both members bring a wealth of experience in business matters and public service. Darryl Jones is an experienced businessman who also has a lengthy record of serving the St. Louis community as both an appointed official and a volunteer. Noel Shull is a veteran of the banking industry who will bring much needed expertise to the Commission's oversight of complex financial matters. Both members will help build upon the solid foundation that has been laid by previous Commissioners.



³ The Commission has been sued by Columbia-Sussex Corporation who asserts that the Commission does not have the authority to issue a license to Pinnacle Entertainment in downtown St. Louis because its proposed casino location is more than 1,000 feet from the Mississippi River as defined in statutes and the Missouri Constitution. The Commission views this lawsuit as more of an action by a potentially competing casino company than a protest against the selection process. The selection process provided for a meticulous examination of site related issues by an outside consultant who concluded that the site was within 1,000 feet of the river according to the legal definition established by the legislature.

⁴ In 1999, former Kansas City Port Authority Chairman, Elbert Anderson, was sentenced to a federal prison term for his role in a bribery scheme involving Hilton Casino officials. The indictments also involved Kansas City Councilwoman D. Jeanne Robinson and former Jackson County Legislator James Tindall, as well as Hilton executive Mark Rousseau.

Section 313.837 Report on Competitiveness

Introduction

Since its inception, the Missouri law governing riverboat gambling has included a loss limit of \$500 per person for each “gambling excursion”, now a legal fiction used only for purposes of collecting the \$2 admission fee and administering the loss limit.¹ Missouri’s loss limit emulated an Iowa law that was repealed in 1995. Missouri is now the only jurisdiction in the world imposing a loss limit on its gambling customers.

Section 313.837, RSMo, requires the Commission to report annually to the General Assembly “the status of the competitiveness of Missouri excursion gambling boats when compared to the gaming tax rate of adjoining states and the effects of the loss limit imposed by subdivision (3) of Section 313.805, RSMo, on the competitiveness of the gaming industry in Missouri.”

Competitive Impact of the \$500 Loss Limit

For the past ten years, the Commission has fulfilled this statutory requirement by reporting that the data unequivocally shows the loss limit renders Missouri casinos less competitive than casinos in neighboring jurisdictions. The Commission believes that the data reported during this tenure offers the General Assembly sufficient information to assess the impact of the loss limit on the competitiveness of Missouri casinos versus those in neighboring jurisdictions.

For the past several years, the Commission has asked the General Assembly to consider legislation repealing this requirement and thus allowing the Commission to step away from this often-volatile political issue. During the 2005 legislative session, the Joint Committee on Gaming and Wagering endorsed this concept by adopting a resolution recognizing the importance of maintaining an independent Gaming Commission that is isolated from involvement in such political issues.²

Competitive Impact of Missouri’s Gaming Tax Rate

The gaming tax rates imposed on riverboat gaming operations in Missouri have not changed since the first licenses were issued in May 1994. Missouri law imposes an 18% tax on the adjusted gross receipts (AGR) of riverboat gaming operators.³ In addition, a local tax of 2% on AGR is collected by the state and distributed to each home dock city or county.⁴

The statute also imposes an admission fee on the operators of excursion gambling boats in the amount of two dollars (\$2) per patron, per excursion, which is split between the home dock community and the state.⁵ Furthermore, pursuant to Section 313.824, RSMo, excursion gambling boat operators are charged for the cost of gaming agents who are assigned to the riverboat with the responsibility of protecting the public. While the cost of Commission agents varies with each operation, the average annual cost is approximately \$611,000 per gaming facility.

Despite the massive tax increases recently enacted by Illinois, Missouri’s gaming tax rate remains among the top tier in the United States. The Commission continues to believe that graduated gaming tax rates, such as that adopted by Illinois, represent bad economic policy. Graduated tax rates based on gaming

¹ Section 313.800.1(8), RSMo., defines a “gambling excursion” as “the time during which gambling games may be operated on an excursion gambling boat whether docked or during a cruise.” Riverboat gambling operators are required to submit an excursion schedule to the Gaming Commission, which is responsible for approving the schedule. Most excursions are two hours with the exception usually being the last excursion of the gaming day, which is typically three hours. Thus, as a practical matter, the loss limit is \$500 every two hours.

² The resolution stated, in part, the following:

WHEREAS, the Joint Committee on Gaming and Wagering recognizes the importance of maintaining the independence of the Missouri Gaming Commission; and



WHEREAS, the Joint Committee on Gaming and Wagering believes that requiring the Missouri Gaming Commission to report on the effects of loss limits unnecessarily involves the Commission in a political issue, which is inconsistent with the duties of an impartial regulatory and law enforcement agency; and

WHEREAS, the Joint Committee on Gaming and Wagering finds that it is in the best interest of the effective regulation of legalized gaming to isolate the Missouri Gaming Commission from political issues or involvement; and

tax revenue penalize companies for placing capital at risk. Furthermore, high graduated tax rates discourage reinvestment of profits in such things as new technology, the construction of non-gaming amenities and marketing dollars used to grow the business. Finally, such tax policy inevitably results in layoffs and fewer job offerings.⁶ In summary, this type of tax policy encourages poorly maintained, understaffed facilities that cater primarily to local customers.

Illinois Tax Increase Summary

Tax Bracket (AGR)	Previous Rate	2002 Increase
Less than \$25 million	15.0%	15.0%
\$25 - \$50 million	20.0%	22.5%
\$50 - \$75 million	25.0%	27.5%
\$75 - \$100 million	30.0%	32.5%
\$100 - \$150 million	35.0%	37.5%
\$150 - \$200 million	35.0%	45.0%
Greater than \$200 million	35.0%	50.0%

Tax Bracket (AGR)	2003 Increase
Less than \$25 million	15.0%
\$25 - \$37.5 million	27.5%
\$37.5 - \$50 million	32.5%
\$50 - \$75 million	37.5%
\$75 - \$100 million	45.0%
\$100 - \$250 million	50.0%
Greater than \$250 million	70.0%

Illinois is currently reconsidering its tax policy. The tax hike in 2003 that produced a top rate of 70% of gross gaming revenues resulted in the loss of 3,000 jobs, a \$50 million reduction in wages and benefits for casino workers and nearly a moratorium on casino improvements other than necessary maintenance.⁷ While state revenue collections from casinos did increase, the state's take was less than half of what had been projected.

Meanwhile, Missouri's stable tax environment continues to attract substantial investment dollars despite Missouri's strict regulatory stance in other areas. Since the licensing of the first casinos in 1994, approximately 60% of the operating cash flow generated by casino companies has been reinvested back into Missouri, much of it in non-gaming amenities such as hotel rooms, better infrastructure, meeting space, restaurants, movie theatres and venues for live performances. In simpler terms, for every \$100 million the Missouri casinos have generated in profit, they have invested \$60 million of it back into Missouri.

During the past legislative session, the Illinois legislature passed a bill lowering the top tax rate to 50%. At the time of this writing, the bill awaits consideration from Illinois Governor Rod Blagojevich. While this will still put Illinois towards the top of the gaming tax rate list, it will likely result in an increase in capital investment in Illinois as well as more aggressive marketing by Illinois casinos. We can expect this activity to cut into gains made over the past few years by Missouri casinos on the eastern side of the state.

In 2002, Indiana increased its effective tax rate by 5% by adopting a graduated tax rate and eliminating its boarding fee on customers staying over for more than one "excursion". While the Commission argues against the graduated tax rate, the policy has not had a negative impact on Indiana gaming revenues because the legislature coupled regulatory reforms with the tax increase. Before

WHEREAS, the Joint Committee on Gaming and Wagering finds that relieving the Missouri Gaming Commission from the requirement of reporting to the General Assembly on the effect of loss limits will benefit the Commission by allowing it to focus entirely on its mission of administering laws and regulations maintaining the integrity of commercial and charitable gaming in Missouri;

NOW, THEREFORE, BE IT RESOLVED, that the Joint Committee on Gaming and Wagering recommends that the provision of Section 313.837, RSMo, requiring the Missouri Gaming Commission to report annually to the General Assembly the effects of loss limits on the competitiveness of the gaming industry in Missouri be repealed.

³ Adjusted gross receipts are defined by Section 313.800, RSMo, as "the gross receipts from licensed gambling games and devices less the winnings paid to wagerers." In other words, the amount the casino "wins" from patrons. It is often referred to as "casino win". The tax on AGR is set forth in Section 313.822, RSMo.

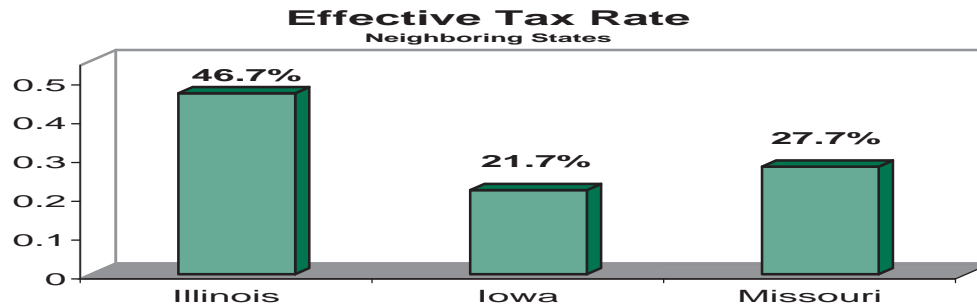
⁴ Section 313.822, RSMo.

⁵ Section 313.820, RSMo.

⁶ "Casinos blast Illinois tax increase", Chicago Sun Times, September 3, 2003, quoting Illinois Casino Gaming Association executive director Tom Swoik, "As a direct result of this tax policy, we have laid off nearly 700 employees and are not filling close to 600 additional vacancies. Additionally, we anticipate there may be further layoffs in the months to come."

2002, Indiana imposed restricted boarding and mandatory cruising. In conjunction with the 2002 tax increase, Indiana rescinded the boarding and cruising requirements, thus allowing casino operators to effectively absorb the tax increase.⁸

⁷ WJLA.com news service.



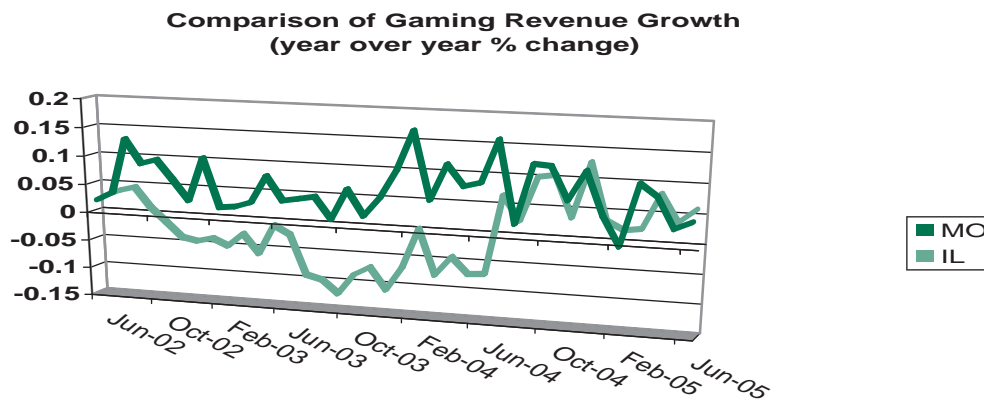
⁸ For the 12 months ended June 2003, Indiana casinos realized a \$233 million increase in gaming revenue, while taxes increased only about \$165 million. Gaming revenue continued to outpace taxes in FY 2004.

While the Iowa tax rate is lower than Missouri's, it is comparable; and like Missouri, its tax structure has not changed since initial enactment. There is no evidence that the lower Iowa tax rate is having negative impact on the competitiveness of Missouri casinos. Certainly, over the long term, the fact that Indian casinos in Kansas pay no tax will have an impact on western Missouri gaming operators. You should also be aware of the potential for rapid expansion of Kansas Indian casinos. Finally, Missouri casinos have been profitable in spite of the high tax rate largely because of the Commission's gradual approach to licensure. The Commission's practice of waiting to introduce new gaming capacity into a market until there is adequate demand allows Missouri licensees to remain profitable and encourages them to reinvest in Missouri.



Summary

The Missouri tax rate remains among the highest in the gaming industry. However, its structure has some inherent advantages over Illinois and the lower tax rate in Iowa does not appear to be affecting the competitiveness of the Missouri operators.



Staff Report

EXECUTIVE DIRECTOR

Kevin Mullally

The Missouri Gaming Commission, created in 1993, has worked hard to quickly establish itself as a national leader in providing efficient, effective regulation of the often-controversial gaming industry. To do this, the Commission has relied on the hard work and dedication of its employees as well as maintaining a focus on its strategic mission and vision.

The Commission is currently an agency in transition. It is moving out of its formative stage into a more mature agency and is developing meaningful, relevant performance measures that the executive branch, legislators and citizens can relate to and understand. Among the Commission's goals for FY 2006 is to establish itself as a leader in the area of performance measurement. The Commission's "Managing for Results" initiative will create an agency that has clear goals and objectives and uses regulatory and enforcement tactics that track progress in achieving the goals and objectives. It will use information management systems to report the measures to a range of audiences for a variety of uses, so that our measures are not only understandable for each audience but relevant, as well. Our measures will be such that they can be used to make informed decisions regarding priorities, program management and budget allocation.

Admittedly, this is a formidable goal for a regulatory and enforcement agency where it is inherently difficult to develop meaningful performance measures (how do you measure criminal activity avoided, risks mitigated, hazards eliminated, patterns of noncompliance addressed?). A common practice in performance measurement reporting is to evaluate the effectiveness of "programs". This practice is not generally applicable to a regulatory and enforcement agency like the Gaming Commission because, as a general rule, it doesn't have a variety of "programs".

The Commission's mission is rather simple and straightforward – "To serve the citizens of Missouri by ensuring the integrity of charitable and commercial gaming and by optimizing its social and economic impact on the state." Thus, the Commission's performance measurement system is more likely to account for and evaluate various tactics used to achieve broader strategic goals. For instance, a recurring goal of the Commission will be to maintain a zero tolerance for convicted felons and persons involved in organized crime participating in gaming operations. In order to achieve this goal, the Commission will use a variety of tactics that might include investigations, intelligence gathering, enforcement actions such as penalties for companies who fail to perform adequate due diligence on prospective employees, information campaigns educating the industry on techniques to identify non-qualifying employees and partnership initiatives with other state regulatory and law enforcement agencies. For a correlating example, think of how your doctor might prescribe a combination of medicines that, when taken in concert, will treat your illness while eliminating one of the medicines



renders the treatment ineffective.¹ So it is with regulatory practice; it is the coordination of resources that results in effective risk management.

One of the major staff initiatives during the past fiscal year was the enhancement of the Commission's technical oversight of electronic gaming devices (EGDs) that was authorized by the General Assembly in 2004. The Commission has been able to augment its EGD technical staff without increasing its FTEs through a "core swap" that exchanged eight highway patrol positions for less expensive EGD technicians. These employees are skilled and highly specialized through extensive training on the incredible variety of EGD platforms and technologies that are constantly being updated. Technology is one of the principal forces driving new gaming revenue and fierce competition in the industry requires employees who are constantly learning and adapting to new technology. Employees in this area do not have time to invest in other areas of regulation as was required of highway patrol officers who had previously been performing some work in this area. The new system is proving to be much more efficient and effective, and Missouri citizens will benefit because it allows new technology to move into the state more quickly, thus helping all the businesses that support EGDs (including, but not limited to, trucking and transportation, electrical workers, advertisers, printers, associated equipment manufacturers, distributors and retailers).

One of the major initiatives for the upcoming fiscal year will be a review of the Commission's internationally recognized voluntary exclusion program for problem gamblers.² Recent scientific studies indicate that allowing a menu of options rather than a "lifetime only" program would be more useful to a wider array of problem gamblers. The proposed changes will also include a behavioral education program designed to provide individuals with the opportunity to learn how to make healthier decisions. The education program will target areas of behavioral health that are weak areas for problem gamblers and their loved ones. Problem gamblers will need to complete this behavior education program prior to seeking to terminate a temporary self-exclusion.

The Commission staff believes that these changes are important to the evolution of the voluntary exclusion program. They signify the Commission's continued dedication to explore new and better ways to assist problem gamblers with their recovery. The proposed changes will be openly debated and citizens will have ample opportunity for public comment during public hearings and through the submission of written comments. The staff expects to submit the proposed changes to the Commission during FY 2006.

ENFORCEMENT

Steve Johnson, Chief Deputy Director
Director of Enforcement

The enforcement section has enjoyed an extremely productive year in its role as the operational center of the Commission. We continue to be focused on the safety of patrons and staff, the integrity of gaming

¹ This example is adapted from *The Regulatory Craft*, by Malcolm K. Sparrow, Brookings Institute Press, 2000, pg. 285.

² Missouri's voluntary exclusion program for problem gamblers was the first government sponsored exclusion program. In addition to being the world's largest and most comprehensive program, it has also served as a model for other jurisdictions. Some of the jurisdictions that have used Missouri as a model include Illinois, Indiana, Michigan, New Jersey, Arizona and Louisiana.

and the protection of assets as we execute our many responsibilities. The changes in Electronic Gaming Device (EGD) technology and the many new games being approved continue to result in a relatively small number of patron complaints, with many of these complaints resulting from a lack of understanding of the game being played. In all cases, we investigate, report and respond to the patron with the results of our investigation.

The enforcement section is involved in a wide variety of specific activities including, but not limited to, charitable gaming, policy development, coordination of the industry discipline system, new construction and expansion oversight, promotions approval and a host of licensing activity including individuals in various capacities, suppliers and corporate entities. We rely on a diversified staff to accomplish our mission, including individuals with major metropolitan, state and federal law enforcement backgrounds. This staff represents hundreds of years of investigative experience. We have utilized the Community Oriented Regulation and Enforcement (CORE) concept in developing regulations, Minimum Internal Controls (MICs) and procedural requirements, generating involvement and buy-in by all affected parties resulting in a timelier and more efficient rule making process. Our reliance on CORE has permitted us to rewrite various sections of regulation and add additional MICs and policies greatly facilitating competitive growth and accommodating new technology.

The Commission's electronic gaming device program continues to be recognized as an innovative industry leader in an extremely fast paced environment. This is a very competitive industry, which forces us to work hard to maintain the competency levels necessary to do our jobs. Missouri's leadership and expertise in this field is evidenced by an invitation to speak at the Global Gaming Exposition (G2E), a gathering of more than 25,000 gaming manufacturers, operators and regulators. We have also been invited to speak at Gaming Laboratories International's Regulators Roundtable, a meeting attended by 128 regulators from 50 or so jurisdictions.

Our day-to-day activities include conversions, upgrades, replacement of revoked or obsolete software, installation and oversight of redemption kiosks, installation of ticketing systems and a host of other EGD related activity. We routinely verify critical software and programs, seal critical program storage media and conduct function testing on various devices and systems. We have implemented an EGD Specialist program that has resulted in the retention and assignment of eight intensively trained specialists in the St. Louis and Kansas City areas. Previously, these functions were performed by Highway Patrol Gaming Agents assigned to the Commission; however, the aforementioned evolution in this business has resulted in the need to dedicate highly trained specialists to this function. The number of devices in play in Missouri will result in the Highway Patrol Gaming Agents remaining active in this aspect of regulation although it is anticipated the very high number of overtime hours worked by the Patrol Agents will be reduced. Finally, our EGD program is moving into a paperless environment with the development of network and web based systems. This environment results in documentation for approval, software approvals and revocations being immediately available to all

casino EGD personnel as well as our own staff. This timely notification is absolutely necessary to protect the integrity of gaming in our state.

Audit – The Commission compliance audit staff conducts audits of each casino in Missouri to identify areas of noncompliance with statutes, regulations and internal controls. This year the audit department instituted a new audit approach, which includes an audit program that addresses critical areas directly related to the integrity of gaming. We believe this process will allow more efficient review of each casino's operations. Our audit staff interprets the applied policies and recommends corrective action for areas of noncompliance when conducting audits and assisting gaming agents with investigations. The casino's internal audit department conducts semi-annual audits, which our audit staff reviews to detect irregularities that require corrective action and also ensures that proper corrective measures have been taken. The audit staff performs the same procedures for external audit reports completed by various independent audit firms. During the year, our auditors attend internal and external audit cash counts and observe numerous coin and token relocations and destructions. Our auditors comply with the Standards for the Professional Practice of Internal Auditing and Government Audit Standards. During FY 2005, the audit staff completed 38 audit reports reflecting the results of audits of various casino operations.

Licensing - The Missouri Gaming Commission is charged by statute to license excursion gambling boats, suppliers of gambling equipment and occupational licensees involved in an occupation within an excursion gambling boat operation. Licensing staff currently coordinate and implement the licensing and renewal of eleven (11) Class A (riverboat) licensees, nineteen (19) suppliers, eleven (11) Class A liquor licenses and over 12,500 active occupational licensees.

FY 2005 brought an array of licensing activity regarding Class A and supplier licensees. Class A applications were filed by Herbst Gaming, Inc. (HGI-Mark Twain and HGI-St. Jo) due to the purchase of St. Jo Riverboat Casino and Mark Twain Casino from Grace Entertainment. Pinnacle Entertainment's projects in downtown St. Louis (Casino One Corporation-City) and in Lemay (Casino One Corporation – County) were selected as priorities for investigation. St. Louis Riverboat Entertainment, Inc., a subsidiary of Wimar Tahoe Corporation/Columbia Sussex Corporation, filed application for a finding of suitability by the Commission and authorization of a change in control to acquire President Riverboat Casino-Missouri, Inc. Harrah's Maryland Heights, LLC's two Class A licenses were consolidated to one Class A license doing business as Harrah's St. Louis Casino. Penn National Gaming, Inc. filed application for the purchase of Argosy Gaming Company.

Konami Gaming was issued a temporary supplier license. Paul-Son Gaming Corporation initiated a name change to Gaming Partners International Corporation (GPI USA), and the sister subsidiary of GPI USA, Gaming Partners International S.A.S., filed application and was granted a temporary supplier license. Two supplier companies (Anchor Coin, Inc. and Spin for Cash WAP, JV.) dissolved and now fall under the supplier license of IGT. Casino Data System's supplier license was surrendered with all business transactions

now conducted through the parent company, Aristocrat Technologies, Inc. Two suppliers (Kilmartin and R. Franco USA) withdrew applications for Missouri licensure.

License 2001, a statewide licensing system, provides the Commission a vehicle to license and track all occupational licenses, as well as generate a monthly invoice for fees associated with applications, licenses issued, duplicate licenses and renewals for Key/Level I, Level II and service technician occupational licenses. Occupational gaming licenses issued statewide for FY 2005 totaled over 3,300, with approximately 8,300 renewals. The proposal to outsource for development of a more modernized licensing system to ensure the integrity and accuracy of this statutory mandate was declined; therefore, requirements gathering continues to allow an advanced, all inclusive licensing system to be developed by MGC Information Technology staff to provide consistency, reliability and increased efficiency for the State of Missouri. Projected increase in occupational licensees in the next two years could range from 1,000 to 3,000, depending on the St. Louis City and County proposed projects.

Pari-Mutuel Horse Racing – Pari-Mutuel Horse Racing was established in the State of Missouri with the enactment of Senate Bill 572 in 1986. This allowed for wagering on the outcome of horse races in which those who wager purchase tickets of various denominations on a horse or horses in one or more races. To this date no track has been established in the state. The Gaming Commission was assigned the responsibility for governing pari-mutuel horse racing from the Missouri Horse Racing Commission in 1997.



Missouri State Highway Patrol – The Gaming Division of the Highway Patrol, pursuant to a memorandum of understanding with the Gaming Commission, provides criminal and regulatory enforcement of gaming operations within the state. Under the command of Captain Robert Bloomberg, the division is divided into four sections: Eastern District Enforcement, Western District Enforcement, Background Investigations and Administrative Services. The enforcement districts are responsible for enforcing Missouri statutes and Commission regulations on licensed casino properties. The background unit conducts investigations of individuals, companies and suppliers applying for licensure with the Commission, as well as persons applying for employment with the Gaming Commission. The background unit has a section that is responsible for enforcement related to charitable games in Missouri. The administrative services section oversees the collection and preservation of evidence and property, division training, criminal records and case management and special projects performed by the Gaming Division.

Charges listed in the chart on the following page were filed as a result of arrests made by troopers assigned to the Gaming Division from July 1, 2004 through June 30, 2005.

TYPE OF CHARGE	NUMBER	TYPE OF CHARGE	NUMBER
Arson	1	Motor Vehicle	81
Assault	44	Obstruction of Judicial Process	598
Burglary	2	Obstructing Police	18
Damaged Property	16	Peace Disturbance	7
Dangerous Drugs	73	Public Order	1
Family Offense	8	Robbery	4
Flight/Escape	13	Sex Offenses	3
Forgery	53	Sexual Assault	1
Fraud	44	Stealing	158
Violation of Gambling Laws	230	Stolen Property	5
Invasion of Privacy	2	Weapons	5
Violation of Liquor Laws	7		
Miscellaneous Federal Charges	6	Total Charges	* 1,380

*These totals reflect the number of charges filed by agents of the Commission. The number of individuals arrested will be lower as some individuals may have multiple charges filed as a result of an individual incident. These totals also include arrests made attendant to outstanding warrants for criminal activity that did not occur on property of excursion gambling boats.

ADMINISTRATION

Deborah A. Ferguson, Deputy Director

The administration section of the Missouri Gaming Commission is responsible for managing all fiscal, personnel and record retention resources of the agency. In addition, the administration section provides support services to 119 Commission employees and, pursuant to a memorandum of understanding, to 110 Highway Patrol officers assigned to the Commission. This section oversees the operating and leasing budgets, revenue collection, accounts payable, accounts receivable, cost accounting, procurement, facilities management, support services, human resources, asset inventory and records management.

FY 2005 for the administration section was marked by change. We had change in personnel, expense per diem, purchasing practices, facility management and records management.

Personnel changes included the replacement of our fiscal manager, a position that is critical in working with management to implement performance based budgeting for the Commission. Performance based budgeting is the key to moving forward with both internal and external assessment of how the Commission is managing its resources and achieving its goals and objectives. This will be an ongoing process. At the end of the fiscal year we lost our purchasing officer and have moved quickly with filling this position, as well.

Additionally, this past year the Commission decentralized its procurement by allowing the office managers in Kansas City and St. Louis to be issued purchasing cards for small re-occurring purchases. Purchasing (travel) card was also issued to the account clerk to enable the Commission to make purchases from the internet for travel. This new procedure allows the Commission to take advantage of lower fares when offered.

With the passage of SB 1020, 889, & 869 the Commission was tasked with reviewing our practice for sunshine law requests. Specifically, administration worked with legal, bingo and public information to review

its copy fee charges and update them to insure our practice was consistent with legislative intent. As a result of this coordinated effort a new database is maintained on the Commission public drive to track all sunshine requests.

Also in the area of record retention, the records manager worked with the DAP program manager to establish a record retention schedule with the Secretary of State's office.

The administration section has had another very successful year, and continues to strive in creating and developing more effective and efficient ways of providing quality service.

The data below shows the proceeds, including interest earned, from riverboat gaming and charitable bingo for education and veterans:



PROCEEDS TO EDUCATION		
	Riverboat Gaming	Bingo
FISCAL YEAR 1995 THRU 06/30/1995	\$56,616,282.04	\$6,253,703.96
FISCAL YEAR 1996 THRU 06/30/1996	\$99,730,320.67	\$4,684,178.52
FISCAL YEAR 1997 THRU 06/30/1997	\$118,419,389.02	\$4,615,579.50
FISCAL YEAR 1998 THRU 06/30/1998	\$144,490,378.94	\$4,384,174.86
FISCAL YEAR 1999 THRU 06/30/1999	\$161,287,348.65	\$4,412,395.16
FISCAL YEAR 2000 THRU 06/30/2000	\$178,884,081.17	\$4,304,256.18
FISCAL YEAR 2001 THRU 06/30/2001	\$188,341,342.95	\$3,912,466.82
FISCAL YEAR 2002 THRU 06/30/2002	\$217,678,332.97	\$3,414,569.38
FISCAL YEAR 2003 THRU 06/30/2003	\$234,505,836.07	\$3,352,993.61
FISCAL YEAR 2004 THRU 06/30/2004	\$251,773,517.72	\$2,996,554.14
FISCAL YEAR 2005 THRU 06/30/2005	\$270,790,172.85	\$2,798,494.88
TOTAL	\$1,922,517,003.05	\$45,129,367.01
PROCEEDS TO VETERANS		
		Bingo
FISCAL YEAR 1996 THRU 06/30/1996		\$273,775.68
FISCAL YEAR 1997 THRU 06/30/1997		\$47,800.63
TOTAL		\$321,576.31
TOTAL OF ALL PROCEEDS	\$1,967,967,946.37	

The Missouri Gaming Commission follows Section 313.835, RSMo, for operating fund transfers. It states: "All revenue received by the Commission from license fees, penalties, administrative fees, reimbursement by any excursion gambling boat operators for services provided by the Commission and admission fees authorized pursuant to the provision of Section 313.800 to 313.850, except that portion of the admission fee, not to exceed one cent, that may be appropriated to the compulsive gamblers fund as provided in section 313.820, shall be deposited in the state treasury to the credit of the 'Gaming Commission Fund' which is hereby created for the sole purpose of funding the administrative costs of the Commission, subject to appropriation."

The statute also provides that the remaining net proceeds in the Gaming Commission Fund for each fiscal year are distributed to various funds in amounts defined in the statute. Additionally, the first five hundred thousand dollars shall be appropriated on a per capita basis to cities and counties that match the state portion and have demonstrated a need for community assistance. As a result, the amounts below have been transferred since inception to the Gaming Commission Fund.

Missouri Gaming Commission Summary of Fund Transfers from Gaming Commission Fund						
Fiscal Year of Transfer	Veterans Commission Capital Improvement Trust Fund	Missouri National Guard Trust Fund	Mo College Guarantee Fund	Early Childhood Development, Education and Care Fund	Compulsive Gamblers Fund	Totals
FY 1994/1995	\$8,408,536.13					\$8,408,536.13
FY 1996	\$23,487,182.59					\$23,487,182.59
FY 1997	\$30,388,830.54					\$30,388,830.54
FY 1998	\$35,905,493.46					\$35,905,493.46
FY 1999	\$3,000,000.00	\$3,000,000.00	\$4,500,000.00	\$30,237,763.51		\$40,737,763.51
FY 2000	\$3,000,000.00	\$3,000,000.00	\$4,500,000.00	\$34,217,803.75		\$44,717,803.75
FY 2001	\$3,000,000.00	\$3,000,000.00	\$4,500,000.00	\$30,691,290.20	\$46,612.00	\$41,237,902.20
FY 2002	\$3,000,000.00	\$3,000,000.00	\$4,500,000.00	\$31,266,433.92	\$398,074.00	\$42,164,507.92
FY 2003	\$3,000,000.00	\$3,000,000.00	\$4,500,000.00	\$33,947,613.45	\$489,850.00	\$44,937,463.45
FY 2004	\$6,000,000.00	\$4,000,000.00	\$5,000,000.00	\$30,320,589.96	\$489,850.00	\$45,810,439.96
FY 2005	\$6,000,000.00	\$4,000,000.00	\$5,000,000.00	\$30,952,627.54	\$489,850.00	\$46,442,477.54
Totals	\$125,190,042.72	\$23,000,000.00	\$32,500,000.00	\$221,634,122.33	\$1,914,236.00	\$404,238,401.05

The Commission report reflects all transfers for a given fiscal year to include end of year transfers that occur in July for June activity. These figures will vary from those shown in the state accounting system (SAMII), which does not have a means to account for lapse period transfers.

Effective August 28, 2003, the 92nd Missouri General Assembly, at its First Regular Session, passed House Bill 444 changing the distribution of net proceeds in the Gaming Commission Fund each year. Under the provisions of this bill, the total distribution for each fund will be as follows: \$6 million to the Veterans' Commission Capital Improvement Trust Fund; \$5 million to the Missouri College Guarantee Fund; \$4 million to the Missouri National Guard Trust Fund; and the remaining net proceeds to the Early Childhood Development, Education and Care Fund.

INFORMATION TECHNOLOGY

Ray Pope, Director

The IT section has three basic functions: the installation and support of the microcomputer infrastructure, the development and implementation of process support applications and training all Commission employees in the efficient use of the computer systems available.

During this year, we have continued to make progress in the application development process. We have completed the requirements gathering for 14 systems, created design documents for 12 systems and deployed six new or revised systems. We currently have four systems in coding and two in testing. All of this was accomplished while we experienced a 50% turnover in our development staff.

The website has been routinely utilized for publishing the Commission press releases, agendas and minutes of Commission meetings, as well as job postings. We have a link that allows us to add these items to the state website at the same time. We have been delayed in the redesign of the website but plan to resume our efforts to make it more useful for the people we serve.

We have stabilized our network environment and improved production stability. We have been monitoring the network configuration capacity and it seems to be able to accommodate the Commission's data collection and delivery needs. By upgrading our desktop computers, we have been able to reduce the maintenance costs to the Commission's remote locations.

In support of the new EGD technicians implemented in the Enforcement Section, we assisted in the selection of new tablet PC's; then ordered, configured and set up the new machines. We also set up 11 laptop computers to be used at each casino for tracking upgrade levels for all installed Electronic Gaming Devices.

Training has been very active serving as primary internal testing and development of user documentation for new systems. This helps prepare for training users on the application of new systems prior to deployment. We conducted user application training to 68 Gaming employees and 25 casino employees. We also trained 348 participants in 61 Microsoft Windows and Office classes.



LEGAL

Michael Bushmann, General Counsel

The legal section provides legal advice to the Commissioners, Executive Director and other Commission staff regarding riverboat and charitable gaming issues, including review of financial transactions, interpretation of laws and regulations and analysis of policy proposals. The section assists the Commission in its quest to ensure that riverboats, bingo organizations, suppliers and individual licensees abide by all laws and rules of the Commission. In particular, Commission lawyers are responsible for drafting proposed disciplines against licensees for violations of laws or rules and presenting those disciplines to the Commission. The legal staff also serves as a liaison with the Attorney General's office regarding discipline appeals and related matters.

In FY 2005, 24 disciplines were proposed against Class A excursion gambling boat licensees. Five of those disciplines have appeals currently pending. The disciplines proposed fines ranging from \$5,000 to \$200,000 for violations such as a progressive slot machine violation, marketing violations, liquor violations, failure to remove revoked software from slot machines and failure to promptly report criminal activity to the Commission.

Level I licensees hold gaming licenses for key managerial positions within a riverboat gaming operation, such as the general manager, controller and department managers. In FY 2005, one Level I license was revoked and one license was suspended.

Level II licensees hold gaming licenses for occupational positions such as dealers, slot machine technicians and cocktail servers, to name a few. In FY 2005, disciplines were proposed against 253 Level II licensees. Of the disciplinary actions proposed against Level II licensees, 36 were license revocations, 172 were license suspensions and 45 were denials of permanent licensure.

In the past year, the bingo section imposed discipline against one bingo organization and fined one bingo manufacturer. In addition, the bingo section denied requests from seven applicants for a bingo license based on the applicants' failure to establish suitability for licensure.



CORPORATE SECURITIES AND FINANCE

Jennifer Bruns, Senior Auditor

The primary functions of the corporate securities and finance section are financial reporting, gaming market analysis, financial suitability analysis and tax collection.

The Commission provides a monthly market statistics report on its website.¹ The report provides data on adjusted gross receipts (gaming revenue), patron volume, admission counts and the amount of gaming tax and admission fees collected.

¹ www.mgc.dps.mo.gov/finan_map.html

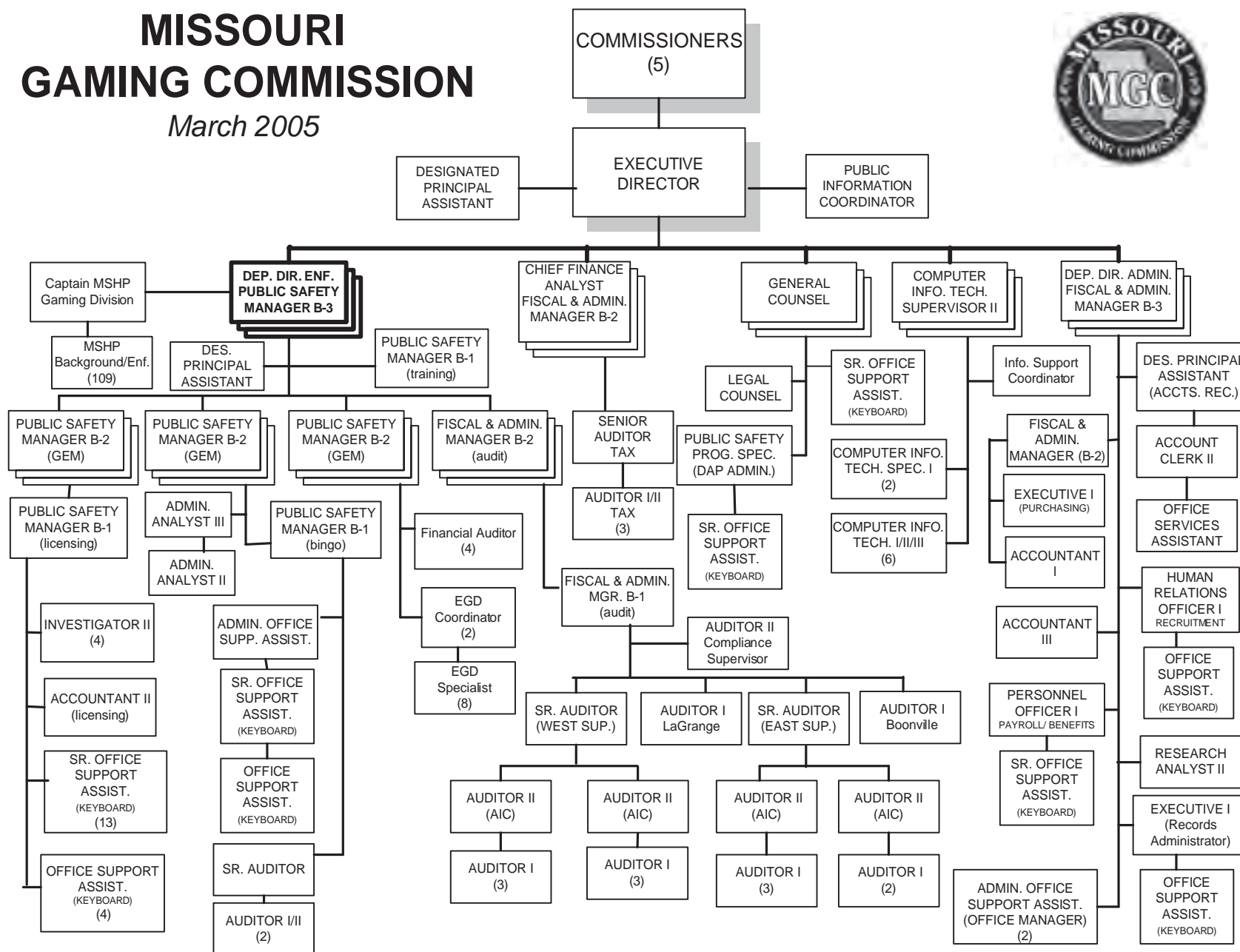
The corporate securities and finance section is responsible for analysis of the gaming markets in Missouri for the purpose of providing senior staff with information they need to make decisions regarding expansion, rule changes and regulatory resolutions. Regarding expansion, the goal is to determine the timing, number and placement of additional casinos. The Commission's charge is to issue licenses to applicants that best serve the interests of the citizens of Missouri. In order to fulfill this responsibility, the Commission evaluates many factors, including whether new gaming capacity can be added to the market without unduly impacting previously licensed facilities. The Commission, in evaluating proposals for additional licenses, focuses on creating incremental growth, expansion of tax revenues, ancillary economic development and employment. Furthermore, it carefully scrutinizes the level of community support and the ability of the developer to minimize the negative social and economic impact of the facility. Thus, Missourians can expect the Commission to deal with expansion issues in a cautious and prudent manner that includes a lengthy public process. However, should a facility become substandard, fall into disrepair or otherwise become non-competitive, the Commission would be forced to consider new projects in that market of better quality that meet the high standards it sets for licensees.

The section also examines business transactions of the licensee's parent company, including the issuance of debt or equity, acquisitions, mergers and others. This analysis is done to determine whether the financial suitability of the gaming entity will be impaired due to the transaction and whether any regulatory action is necessary.

Another function of the corporate securities and finance section is the collection of the gaming tax and admission fees assessed upon casino licensees by statute. The critical role of the tax auditors is to audit approximately 4,180 tax returns for accuracy and completeness. They also perform on-site tax audits in order to reconcile supporting documentation to the tax returns.

**MISSOURI
GAMING COMMISSION**

March 2005



Gaming Market Report

Introduction

In each year since 1999, the Commission has used this section to articulate its philosophy for managing Missouri's commercial gaming market. Missouri statutes assign the Commission responsibility for determining the number, location and type of riverboat casinos.¹ The statute also authorizes the Commission to issue licenses to applicants that best serve the interests of Missouri.² During this period, the Commission has warned licensees, with progressive emphasis, that their failure to maintain a competitive facility will cause the Commission to consider proposals from other applicants in the market that are willing to develop facilities capable of maximizing the benefits a gaming license provides.

Realizing that downtown St. Louis lacked a casino development befitting a city of its size and stature, St. Louis Mayor Francis Slay appeared before the Commission in May 2002 to request that it consider applications for new developments that would offer a destination attraction for downtown St. Louis.³ Mayor Slay's comments and the city's subsequent RFP process attracted two high quality proposals from Isle of Capri and Pinnacle Entertainment. While potential to recapture market share in downtown St. Louis currently being lost to Illinois was evident from both proposals, the Commission chose Pinnacle Entertainment's multi-faceted entertainment complex as a priority for investigation.

The Commission also chose Pinnacle's companion project at the beleaguered National Lead site in Lemay as a priority for investigation. While this project is challenging, the Commission ultimately viewed it as a rare opportunity to pull the Lemay area community out of a 20-year economic decline.⁴ The project faces many obstacles in order to gain suitable access, thus the Commission imposed strict conditions on the priority selection. To date, Pinnacle has been able to make significant progress in obtaining the permits and approvals to build a road to the site. The September 1, 2005 due date for the first set of conditions will occur while this report is being printed. The Commission will evaluate the company's progress at that time and continue to keep you informed of developments in the regulatory process.



¹ Section 313.812.1, RSMo

² Section 313.805(1), RSMo.

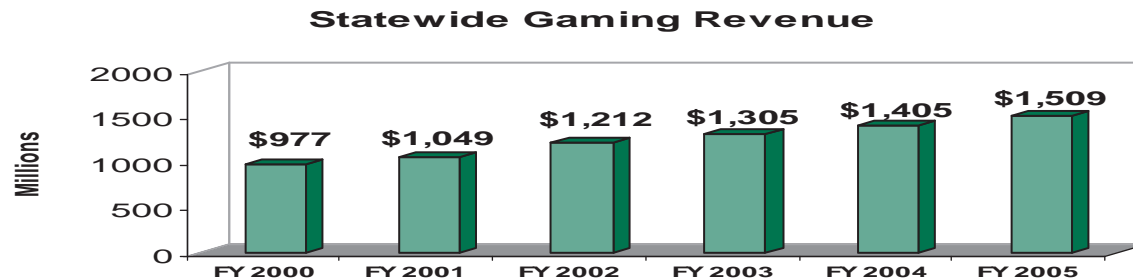
³ The following is an excerpt from Mayor Slay's testimony to the Commission on May 23, 2002: "Downtown is the public face to our city and indeed to our region. It is the biggest center of employment, the home of our sports teams, the place that is St. Louis. It is even now the primary center of our metropolitan area in image and reality. We believe that the unique combination of attractions, convention center, the major league sports venues, the historic Laclede's Landing area, the Gateway Arch and growing Washington Avenue loft district make downtown a magnet for tourists throughout the region, across the nation and around the world. Gaming should be a centerpiece of that effort. We believe the St. Louis Riverfront is the best site in the state for a first-rate gaming facility with a hotel, quality restaurants and other entertainment attractions, but we do not have that on our riverfront right now. In comparison with other metropolitan areas, casino projects throughout the state, even in comparison with projects in much smaller areas, our location underachieves. In short, we want a first-rate gaming facility with all the amenities that would make it a destination attraction. We are not in the City of St. Louis casino licensing experts. That is your job. The City of St. Louis will work with you, the President and anyone else to help reach the potential that I know we can reach.

The City of St. Louis and State of Missouri want and deserve something much better. We are eager to work with developers that ensure that the area north of Laclede's Landing becomes one of the premiere gaming sites and one of the premiere mixed use developments in the United States."

Statewide Market

Statewide gaming revenue increased approximately 8% to just over \$1.5 billion in FY 2005, matching the growth rate from the prior year. The gain reflects a slight increase in patron volume combined with a 7% increase in Win Per Patron (WPP). WPP is the amount the casino wins, on average, per each patron visit. The increase in WPP primarily reflects a higher slot hold percentage along with a higher table win percentage, continuing the trend from previous years. The following table offers a statewide statistical comparison of fiscal years 2004 and 2005.

	FY 2005	FY 2004	% Change
Gaming Revenue	\$ 1,509,325,000	\$ 1,404,576,000	7.5%
Patrons	25,146,000	24,915,000	0.9%
Win Per Patron	\$ 60.02	\$ 56.37	6.5%

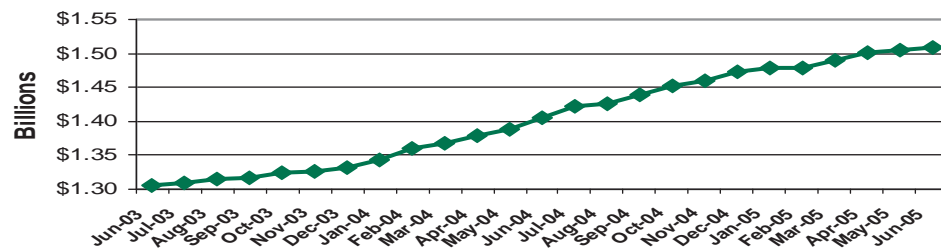


Based on current statewide trends that show patron volume leveling off and gaming revenue and WPP levels on the rise (see following graphs), the Commission expects moderate growth to continue into the coming fiscal year with new technologies and marketing trends benefiting casino revenues.

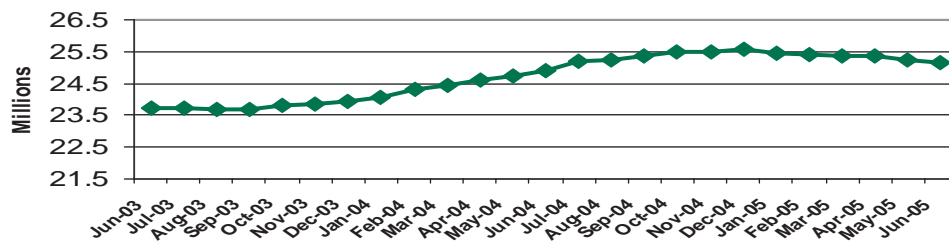
⁴ St. Louis County has engaged in numerous attempts to market the property since it acquired it in the mid-1980's. Such attempts have involved four different county administrations. There have been numerous Requests for Proposals, direct marketing contacts with developers, as well as a variety of end-users. In addition, there have been many attempts to garner the resources to clean up the contamination and flood-proof the site but none of these have proven successful. The initial plan was to use it for a port/industrial complex but that was deemed infeasible many years ago due to excess capacity in the broader port of St. Louis market and the attendant costs of flood proofing and environmental cleanup.

Most recently, an RFP that was sent out two years ago resulted in the only qualified proposal being from the Great Rivers Greenway Project for a park and open space use that would not have to deal with the flooding problems and would avoid the environmental issue by capping the PCBs. In order to accommodate Great Rivers Greenway's interest in developing a regional trail system, Pinnacle has offered them the right of first refusal to develop the nature/biking trail going along the river side of the project.

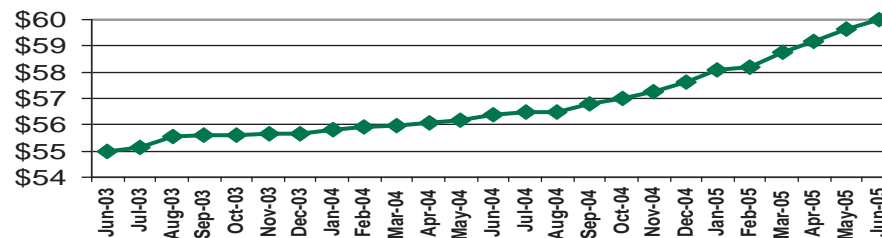
Gaming Revenue Trend
(trailing twelve months)



Patron Volume Trend
(trailing twelve months)



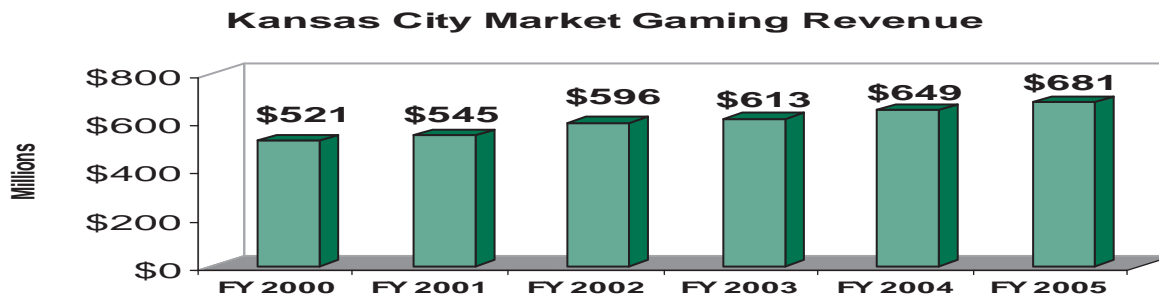
WPP Trend
(trailing twelve months)



Kansas City Market

The Kansas City market posted gaming revenue of \$681 million for the fiscal year, a 5% increase over the prior year. The gain reflects an increase in patron volume as the momentum from the previous year expansions at many of the market's casinos is still carrying forward. The Kansas City market will likely report moderate growth in the coming fiscal year as more expansion plans are in the works for Argosy and Harrah's casinos.

	FY 2005	FY 2004	% Change
Gaming Revenue	\$ 680,482,000	\$ 649,317,000	4.8%
Patrons	11,666,000	11,412,000	2.2%
Win Per Patron	\$ 58.33	\$ 56.90	2.5%



St. Louis Market

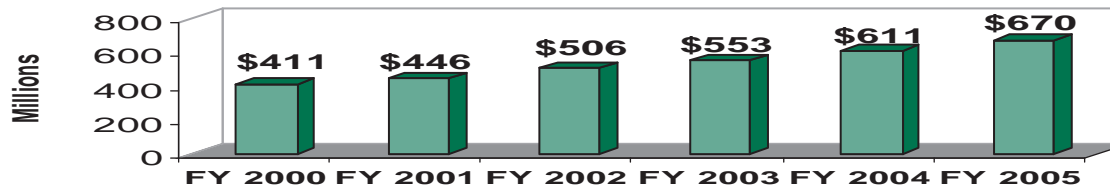
The Missouri boats in the St. Louis market had another good year as gaming revenue increased 10% over the prior year, to \$670 million. The gain primarily reflects the increase in revenue despite a slight decrease in patron volume on a high WPP due primarily to the \$85 million expansion at Harrah's. This expansion included several new restaurants and a 211 room hotel tower. The St. Louis market will likely report steady growth in the coming year as the momentum carries from the added attractions at Harrah's.

The Illinois boats in the St. Louis market posted gaming revenue of \$276 million, a 3% increase over the prior year. They captured 29% of the gaming revenue in the St. Louis market, which is only a slight decrease from the previous year, but continues to indicate that the more superior facilities on the Missouri side are capturing the St. Louis market.

	FY 2005	FY 2004	% Change
<u>Missouri Boats</u>			
Gaming Revenue	\$ 670,020,000	\$ 611,262,000	9.6%
Patrons	10,938,000	11,040,000	-0.9%
Win Per Patron	\$ 61.26	\$ 55.37	10.6%
<u>Illinois Boats</u>			
Gaming Revenue	\$ 276,172,000	\$ 267,119,000	3.4%
Patrons	3,548,000	3,534,000	0.4%
Win Per Patron	\$ 77.84	\$ 75.59	3.0%



St. Louis Market Gaming Revenue
Missouri Boats Only



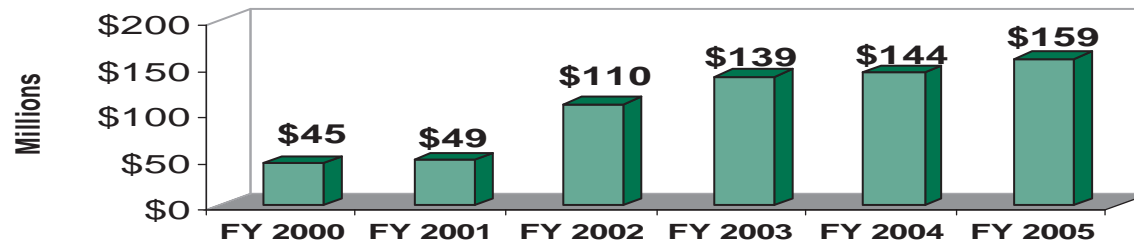
Other Markets

In the out-state markets, gaming revenue increased a strong 10% to \$159 million. The gain primarily reflects the 12% increase in St. Joseph and the 13% increase in LaGrange due to Herbst Gaming, Inc. acquiring these properties from Grace Entertainment. New technologies and marketing strategies have increased the revenues at both facilities in comparison to the previous years. Also, new technologies have aided the revenue growth in Caruthersville by 18% over the prior year. The out-state markets will likely continue to post strong to moderate growth in the coming fiscal year as they continue to benefit from the new technology used.

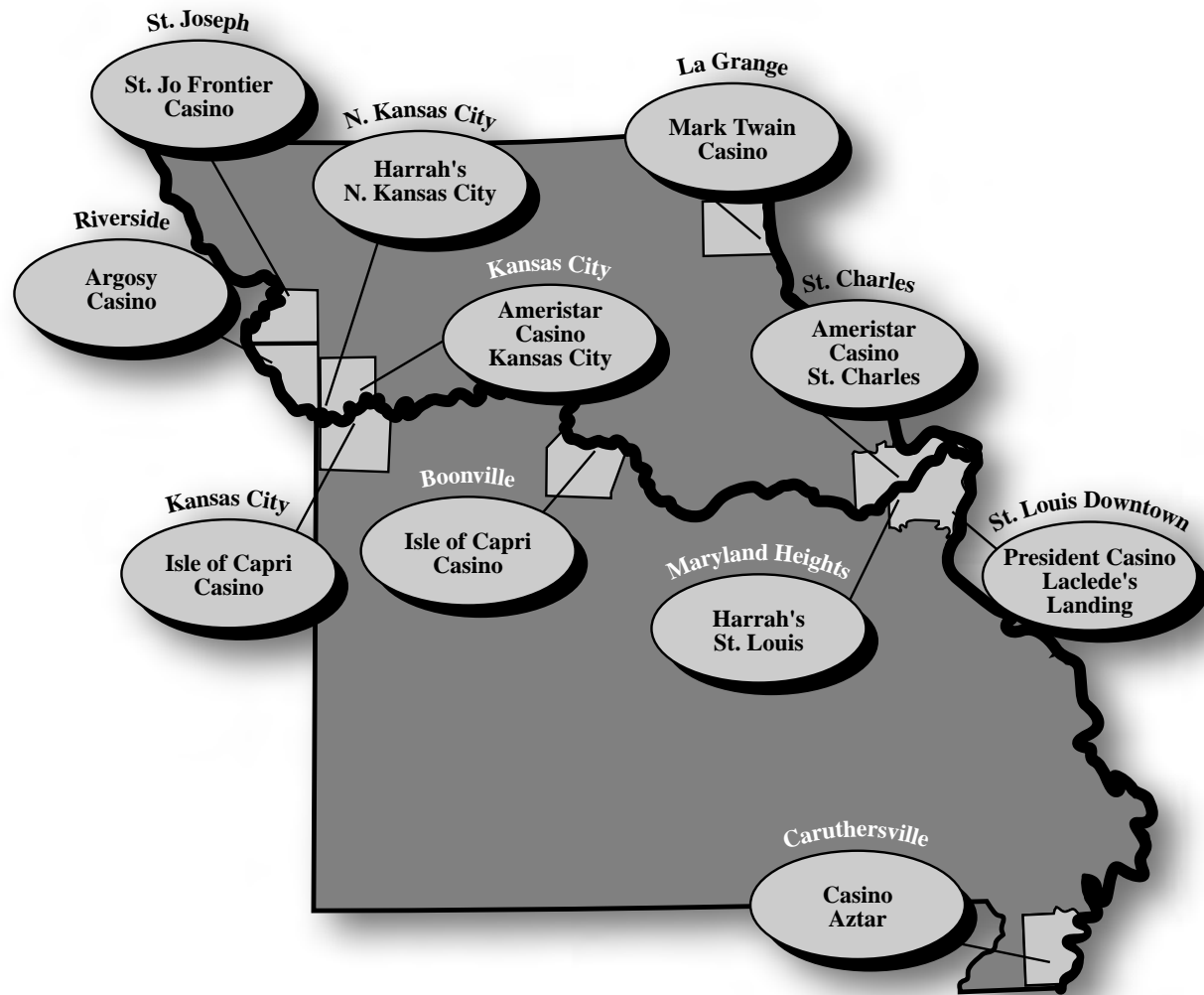
	FY 2005	FY 2004	% Change
Gaming Revenue	\$ 158,822,000	\$ 143,996,000	10.3%
Patrons	2,542,000	2,464,000	3.2%
Win Per Patron	\$ 62.48	\$ 58.44	6.9%



Other Market Gaming Revenue



Licensed Casino Locations



Charitable Gaming

Charitable gaming includes licensed bingo and associated games such as pull-tabs, merchandise coin boards and other “free” no charge promotional events. The operation of these games is restricted to qualified licensed, religious, charitable, fraternal, veteran and service organizations. In addition, to qualify for the license, the organization must possess an Internal Revenue Service 501(c) (3), (4), (5), (7), (8), (10), (19), or 501 (d) exemption. Organizations must have been in continuing existence in this state for at least five years preceding making of application and have had at least 20 bona fide members during that period.

All proceeds derived from the conduct of bingo must be used for lawful, charitable, religious or philanthropic purposes of the organization, and no part of the net earnings may inure to the benefit of any individual member of the organization.

The chart below reflects the total number of licensees over the past three years.

TYPE OF LICENSE	FY 03	FY 04	FY 05
Regular Bingo	517	483	459
Special Bingo (Valid for one event from 1 to 7 days)	350	361	309
Abbreviated Pull-Tab (Valid for 24 hours, limit 4 per calendar year)	141	142	131
Supplier	7	7	7
Manufacturer	13	13	12
Hall Provider	151	141	131



The fees charged for the various licenses within the Charitable Games Division are as follows:

Regular Bingo License	\$50
Special Bingo License	\$25
Abbreviated Pull-Tab License	\$10
Supplier License	\$5,000 (new) \$1,000 (renewal)
Manufacturer License	\$1,000 (new) \$500 (renewal)
Hall Provider License - the fee is based on the number of occasions conducted on the premises	\$150 (new per organization) \$100 (renewal per organization)

The following chart represents the licensing fees collected for the past three fiscal years. The miscellaneous fees resulted in a negative, due to the transfer of interest charged on Supplier Tax Returns to the Proceeds for Education fund.

Type of License	FY03	FY04	FY05
Bingo Licenses	\$ 36,670	\$ 36,790	\$ 33,975
Manf./Supplier Licenses	\$ 20,000	\$ 14,500	\$ 23,000
Hall Provider Licenses	\$ 13,150	\$ 10,950	\$ 10,300
Miscellaneous (statute book sales, directory sales, interest)	\$ 610	\$ 524	\$ (53)
Total	\$ 70,430	\$ 62,764	\$ 67,222

The current tax rate for bingo paper is 2/10ths of one cent per bingo face. The current tax rate for pull-tabs is 2% of the retail sales value of each pull-tab deal. The tax is remitted by the suppliers and is due by the last day of the month following the month the product was sold. The supplier retains 2% of the total due for the cost of collection. The following chart represents the bingo tax collected over the past three fiscal years. All bingo tax is deposited into the Proceeds for Education Fund.



Proceeds for Education	FY03	FY04	FY05
Supplier Tax	\$ 3,209,784	\$ 2,909,716	\$ 2,704,144
Interest Earned	\$ 143,210	\$ 86,838	\$ 94,351
TOTAL	\$ 3,352,994	\$ 2,996,554	\$ 2,798,495

The Missouri Gaming Commission adopted one new bingo regulation in FY 2005. Regulation 11 CSR 45-30.035 provides a definition of a “bingo card” which matches the definition in Section 313.005(1), RSMo. In addition, several regulations have been rescinded and many were amended. These changes were made to the regulations in an attempt to further clarify various bingo requirements and also to simplify the regulations by combining language that was contained in more than one regulation. Some of the regulations, which had an immediate effect on the operators, were Regulation 11 CSR 45-30.060, which requires the operator to notify the Commission of the bingo chairperson. Regulation 11 CSR 45-30.175, now allows the operator to destroy such records as the pull-tab flare,

winning pull-tab tickets for \$100 or more and winning bingo paper for \$200 or more, after one year. They were previously required to retain this information for three years. Regulation 11 CSR 45-30.600 was amended to clarify that the downloading into an Electronic Bingo Card Monitoring Device must be completed prior to the drawing of the first ball of a bingo game. Previously this was required to be done prior to the first ball being drawn for the entire occasion.

The bingo section received 84 complaints, 62 of which were completed in the same year. The enforcement section conducted 20 inspections during FY 2005. The audit staff assisted the enforcement section with 11 of these inspections. The audit section conducted 132 additional audits, including bingo product manufacturers, suppliers and charity game operators. Although bingo operator audits and/or inspections are generally initiated by complaints from players or members of the organization, the audit section also conducts random audits of bingo operators who had never been contacted in person by Commission representatives. At the end of last fiscal year, the audit section began implementation of a new approach to auditing the bingo operators. Previously, most operator audits were unannounced audits conducted during the operators' bingo occasions, which are usually held in the evening or on weekends. Although the audit staff was able to observe the conduct of the game, many times the necessary records needed to complete a full audit were unavailable that evening. This approach also limited the time the representatives of the organization had to spend with the staff to clarify questions or concerns. The audit staff has been setting appointments with the operators to meet with their representatives during the day to ensure the necessary records are available at the time of the audit. This allows the organization to ensure that the appropriate representatives are present to ask any questions and receive assistance in areas of concern to them. Although certain circumstances still require unannounced audits and/or inspections to observe the actual conduct of the game, the new approach has enabled us to increase the number of organizations we visit each year and has been much more efficient and cost effective for the State of Missouri.

Bingo statutes and regulations establish due dates for suppliers, hall providers and bingo operators to submit renewal applications and quarterly reports. Failure to meet the established due dates result in a penalty being assessed in the amount of \$5 per day. Penalties are also assessed in some disciplinary cases. The penalty is collected by the Bingo Division and then forwarded to the County Treasurer in the county where the company or organization is located for deposit in the county school fund. During FY 2005, the bingo section processed 198 penalties, which resulted in \$20,140.00 additional funds for various schools throughout Missouri.

Officers and/or workers of charitable organizations participating in the management, conduct or operation of bingo may only participate, if they have never been convicted of a felony. The Commission performs a criminal background check on all names submitted to ensure that no felons are involved. During FY 2005, approximately 28,447 record checks were performed and a total of 32 convicted felons were identified and excluded from participating in the management or operation of charitable games. The current number of convicted felons excluded from bingo, since 1994, is 666.

Problem Gambling

Public Health Model

The expansion of both legalized and illegal gambling opportunities challenges us to focus on the broad implications for both individual and community health. A public health model is well suited to address matters of healthy public policy, burden of illness, lifestyle behaviors and promotion of healthy decisions. Through seeking to understand the distribution and determinants of gambling problems in the general population and among subgroups, as well as the potential benefits, there is opportunity to develop effective strategies to protect vulnerable people, foster responsible choices with regard to gambling (for those who choose to participate in legal gambling activities) and improve the quality of community life.

A multi-dimensional public health framework could stimulate a better understanding of gambling, help to illuminate the determinants of problem and pathological gambling, its potential consequences and the various opportunities for multi-level interventions.¹ Like most public health issues, gambling involves a complex relationship among multiple determinants. When applied to gambling, the public health paradigm invites consideration of a broad array of prevention, harm minimization and treatment strategies targeting various elements of the model.

Generally speaking, four steps are recommended:

1. Adopt strategic goals for gambling that provide a focus for public health action and accountability.
2. Endorse public health principles. The following are three primary principles:
 - a. Ensure prevention is a community priority.
 - b. Incorporate a multi-faceted mental health promotion approach.
 - c. Foster personal and social responsibility for gambling policies and practices.
3. Adopt harm reduction strategies.
4. Allocate appropriate resources to identify and treat problem gamblers prior to their possible progression to pathological gambling.

The most cost effective way to assist potential problem gamblers and minimize the associated harms is to educate them about the risk factors so that those who are at risk either will choose to abstain from gambling or will make a concerted effort to follow the principles of gambling responsibly if they do choose to gamble, and they (or their family members) will at least recognize the symptoms of problem gambling early so that the individuals can work to avoid becoming engulfed by the condition.

Problem gambling is not an issue that can be attacked on any one front. It requires the attention, cooperation and resources of many public and private organizations. Only through a cooperative effort with other public agencies and providers of education and treatment services can this goal be efficiently and effectively achieved.

¹ Shaffer, H.J., & Korn, D.A. (2002). *Gambling and Related Mental Disorders: A Public Health Analysis*. Annual Review Public Health, vol. 23, p. 171-212

Missouri's Collaborative Approach – Missouri took its first steps toward a proactive public health model for problem gambling with the formation of the Missouri Alliance to Curb Problem Gambling (Alliance) in 1997. The Alliance, of which the Missouri Gaming Commission is an active governing member, brings together diverse groups who share a common interest of working on issues relating to problem gambling and consists of both governing and participating members.² Working together allows the members to streamline the provision of problem gambling programs and services, prevent duplication of efforts, and to be fiscally efficient with state, public and private resources - maximizing the benefit of each dollar available for problem gambling services.

The Alliance is a pivotal component in Missouri's innovative and comprehensive program to address the public health implications of gambling and problem gambling following the steps recommended by Shafer and Korn. Missouri is recognized both nationally and internationally as a proactive leader in gambling problem services. Indeed, many other states and countries have emulated various components of Missouri's multi-dimensional approach to problem gambling prevention, outreach, harm minimization and treatment, and have often expressed surprise at how much Missouri has accomplished with its limited budget.

Voluntary Exclusion Program – The Commission developed a unique voluntary exclusion program designed to provide problem gamblers with a means to acknowledge that they have a problem and to take personal responsibility for it. Although the Commission believes the voluntary exclusion program is helping many people who are suffering through a gambling problem, the Commission continues to review it and explore new ideas to get people the help they need.

This program was developed in 1996 in response to a request from a citizen who recognized the need for an external tool to self-exclude from all casinos in the state as a part of his recovery program. At that time, the consensus in the field among treatment professionals and researchers was that there is no cure for pathological gambling and, therefore, the program should be for life with no provision for removal.

The Commission has again received requests from residents seeking a problem gambling tool that better fits their needs. In response to these requests, as well as recent scientific research, Commission staff have been investigating revising the program to offer a "menu" of self-exclusion options. While the research and treatment community still advocate that pathological gamblers are unable to resume gambling activity in a responsible manner, recent research also indicates many individuals who experience problems from their gambling activity do not necessarily progress to the more extreme level of pathological gambling and may only experience episodic gambling problems during a traumatic life event, such as a divorce or loss of a loved one. These individuals could potentially benefit greatly from a tool that allows them to self-exclude for a period of time while they work their way through their personal trauma.

Furthermore, there are also a number of pathological gamblers who have expressed that they are not yet ready to commit to a lifetime self-exclusion, but are interested in some other period of self-exclusion. Anecdotal evidence has shown that many of these individuals exclude with individual Class A licensees and later choose to place themselves on the List. Therefore, they too could benefit from the availability of increased options for the self-exclusion period.

² Governing members who share the responsibility of administering the Alliance programs include: the Missouri Department of Mental Health; the Missouri Gaming Commission; the Missouri Lottery; the Port Authority of Kansas City; the Missouri Riverboat Gaming Association, a private trade organization that represents riverboat casino operators; and the Missouri Council on Problem Gambling Concerns, Inc., a non-profit advocacy group for problem gamblers.



Participating members are non-voting members who desire to participate in Alliance activities and share their unique expertise and viewpoints to assist in comprehensively addressing problem gambling issues in the state. Participating members could include local government entities that host licensed gambling activities, private social service organizations, mental health advocates, researchers, counselors and counseling agencies, education institutions, consumer credit counseling agencies, charitable gaming operators and chambers of commerce.

For more information about the Alliance or becoming a participating member, please contact Melissa Stephens at 573-526-4080.

The enhancements to the program also include a behavioral health education component targeting areas of vulnerability for problem gamblers and their family members, including building a healthier relationship with money through improving their fiscal literacy, identifying healthier coping strategies and teaching the individual to recognize and counteract their cognitive distortions about their gambling (and other high-risk) behaviors. This education component will provide problem gamblers and their loved ones an opportunity to learn how to make healthier choices about their behavioral lifestyles and choices.

There are currently more than 8,900 individuals on the List and approximately 145 applications are received each month. There was a 15 percent increase in applications for placement on the List of Disassociated Persons (also known as the Voluntary Exclusion Program) for FY 2005 over FY 2004. Indeed, more than 440 individuals initiated an application during the fourth quarter of FY 2005, a 21 percent increase over the same time period for the previous year. These appear to be statistically significant since the projected increase was anticipated to be approximately seven percent. The Commission believes the increase in program access to result from expanded outreach efforts as well as intermittent and ongoing media coverage of the Commission's current deliberations on the potential revision of the program.

Missouri Problem Gambling Research – The Department of Health and Senior Services added three questions on gambling to the 2004 BRFSS survey at the request of the Alliance. This annual survey is accomplished with support from the National Center for Chronic Disease Prevention and Health Promotion (CDC).³ The BRFSS is the world's largest telephone survey; it tracks health risks in the United States. Information from the survey is used to improve the health of the American people. Since there has not yet been a statewide problem gambling prevalence study accomplished for Missouri, this was an important step to conduct at least a brief inspection of gambling and problem gambling activity by Missouri residents. The gambling questions used for the 2004 Missouri BRFSS were identified from other states that have included them on their own state's BRFSS for several years.

The preliminary results from the 2004 BRFSS were received in June 2005 and indicated 31.7 percent of the surveyed Missouri adults acknowledged gambling in the prior 12 months. However, the Missouri Lottery's market research results indicate more than 70 percent of Missouri adults reported purchasing a Lottery ticket in the past year.

Thus, rather than indicating that less than 1/3 of Missouri adults have gambled in the past year, this result supports the anecdotal evidence from the Alliance's outreach efforts that many Missourians do not identify many locally-available and/or socially-accepted gambling activities as "gambling" and supports the need for continued education and outreach efforts. If a citizen does not recognize their activity as a gambling activity, they would be unlikely to identify any associated warning signs as an indication of a problem with gambling, and, therefore, would be less likely to access the appropriate resources for help.

³ Visit <http://www.cdc.gov/brfss/index.htm> for additional information about the BRFSS.

Responsible Gaming Education Month (RGEM) – Governor Bob Holden officially proclaimed August 2004 Missouri Responsible Gaming Education Month and events for the awareness month included an educational exhibit at the 2004 Missouri Black Expo; an exhibit, two focus groups and an educational track on underage addiction prevention and problem gambling issues at the Statewide Prevention Conference; and hosting the Midwest Conference on Problem Gambling and Substance Abuse. Class A licensees also audited their own properties and the properties of their fellow members of the Missouri Riverboat Gaming Association to ensure full compliance with the American Gaming Association's Code of Conduct for Responsible Gaming.⁴

Missouri is the only state, to our knowledge, to set aside one month to highlight awareness activities promoting problem gambling outreach and education. In 1999, Missouri was also the first state in the country to set aside a week to promote responsible gaming and to educate its residents about the programs available to help problem gamblers. The response to the awareness week was so positive that awareness events gradually were held throughout the month. Thus, in 2003 the Alliance requested to expand from an awareness week to an awareness month. RGEW and RGEM have been extremely valuable tools to promote awareness of problem gambling as a public health issue. Although the Alliance provides outreach, presentations and exhibits throughout the year, the events that are provided within the context of a declared awareness month yield a much greater opportunity for media coverage and, therefore, reach many more citizens. The Alliance has been able to note spikes in the utilization of various problem gambling programs and services following each of the past RGEWs and RGEMs.

The Missouri Gaming Commission and other members of the Alliance have been diligently working on the events that will be the highlights of Missouri Responsible Gaming Education Month. These events will include an exhibit, one focus group and an educational track on underage addiction prevention and problem gambling issues at the NCADA National Youth Leadership Conference in St. Louis; an educational exhibit at the 2005 Missouri Black Expo; and hosting the 2005 Midwest Conference on Problem Gambling and Substance Abuse. The Missouri Riverboat Gaming Association is also providing special training on problem gambling issues for employees at each Class A licensee and launching a new awareness campaign for patrons.

Midwest Conference on Problem Gambling and Substance Abuse – The 2004 Midwest Conference on Problem Gambling and Substance Abuse was a collaborative effort with representatives from a variety of state agencies and organizations in Iowa, Kansas and Nebraska to facilitate this regional conference and to jointly apply for a grant from the Substance Abuse and Mental Health Services Administration (SAMHSA), U.S. Department of Health and Human Services. The conference was well-received and resulted in not only expanding the awareness of problem gambling as a potential co-occurring disorder among mental health and substance abuse clients, but also in the assignment of problem gambling as a core issue for the Prairielands Addiction Transfer Technology Center (PATTC). Not long after PATTC was directed to be the lead ATTC on problem gambling issues, SAMHSA issued a mandate to all ATTCs to be prepared to provide information on problem gambling issues for their service areas.

⁴ The AGA Code of Conduct for Responsible Gaming was enacted September 2003 by the AGA Board of Directors. For more information, visit http://www.americangaming.org/programs/responsiblegaming/code_public.cfm

Missouri is proud to have hosted the second Midwest Conference on Problem Gambling and Substance Abuse at the Hyatt Regency-Crown Center in Kansas City on August 24-26, 2005. Due to the success of the 2004 conference, SAMHSA chose to provide some discretionary funding to assist in funding the 2005 conference. The conference was opened with a plenary session on overcoming obstacles to outreach, treatment and recovery; this plenary session was open to the public at no cost. Registrations included attendees from throughout the U.S., as well as Canada and Sweden.⁵

National Conference on Problem Gambling – In June 2005, the National Council on Problem Gambling announced its selection of Missouri as the host state for the 2007 National Conference on Problem Gambling. The selection of Missouri to host the national conference was influenced by the key roles held by various members of the Missouri Alliance to Curb Problem Gambling in hosting the first Midwest Conference on Problem Gambling and Substance Abuse (Midwest Conference) as a featured event of Missouri's Responsible Gaming Education Month in August 2004, as well as the international reputation of both Missouri and the Alliance as proactive and innovative leaders in problem gambling programs for prevention, education/outreach and treatment.

Underage Prevention Efforts – The Alliance members jointly sponsor two in-school programs on preventing problem gambling and other addictive behaviors. Due to the common risk factors and warning signs between many of the addictive and compulsive behaviors, the need for schools to streamline their efforts on addiction education, as well as the reluctance to address problem gambling as a potential issue, the Alliance has created two innovative programs for middle-school and junior high students that use an “umbrella approach” to addressing addiction and high-risk behaviors. Both programs include extra information on problem gambling issues to help address the disparity in information and resources available. “Addiction – the Game No One Wins” is an assembly program featuring a dramatic duo who provide education on problem gambling issues.

Speakers Bureau and Traveling Educational Exhibits – The Missouri Gaming Commission participated in more than 24 speaking engagements and exhibits during FY 2005. Through these efforts Commission staff provided gambling outreach services to more than 700 individuals.

Speakers are available to provide presentations to groups and organizations throughout the state on a variety of topics relating to problem gambling and the guidelines for gambling responsibly.⁶ All presentations are free of charge and include information about the resources available in Missouri for residents who have a gambling problem, or loved one with a gambling problem.

⁵ Please visit the conference Web site at <http://www.888betsoff.com/links/midwest-conference.shtml> for a full list of presenters, agenda items, sponsors and details on conference happenings.

⁶ To request a presentation or exhibit for an event in your area, please contact Melissa Stephens at 573-526-4080

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Fiscal Year 2005 Report Appendices



Missouri Gaming Commission Fund Report
Revenue from Cash Receipts
Fiscal Year 2005 as of June 30, 2005

Beginning Balance--07/01/2004

\$10,837,431.28

Revenue

License Fees

Gaming License Application Fee	\$523,170.51
Bingo License Fee	\$33,975.00
Bingo Hall Provider License	\$10,300.00
Bingo Supplier License	\$14,000.00
Bingo Manufacturer License	\$9,000.00
Level 1 Occupational License Application Fee	\$26,000.00
Level 2 Occupational License Application Fee	\$255,750.00
Supplier Level 2 Occupational License Application Fee	\$9,150.00
Supplier Level 2 Annual Occupational License Renewal	\$15,100.00
Gaming License Renewal Fee	\$250,000.00
Level 1 Occupational License Renewal Fee	\$12,450.00
Level 2 Occupational License Renewal Fee	\$555,050.00
Supplier License Application Fee	\$10,000.00
Supplier Annual License Renewal Fee	\$110,780.82
Replacement Gaming License	\$10,440.00
Liquor License	\$6,500.00
Total License Fees	\$1,851,666.33

Reimbursements

MGC Reimbursement - Company Background	\$12,858.92
MGC Reimbursement - Level 1 Background	\$140,434.00
MGC Reimbursement - Supplier Background	\$68,236.53
MGC Reimbursement - Enforcement	\$7,789,653.06
Total Reimbursements	\$8,011,182.51

Other Income

Admission Fees	\$54,146,991.00
Gaming Commission Administrative Income	\$422.93
Witness Fees	\$115.61
Time Deposits Interest	\$18,110.83
US/Agency Securities Interest	\$117,661.56
Penalties	\$227.28
Employee Personal Expense Reimbursement	\$177.55
Transfer in of Bingo Fund Balance	\$679.18
Vendor Refunds	\$834.00
Rebates	\$67.68
Total Other Income	\$54,285,287.62

Total All Revenue

\$64,148,136.46

Gaming Commission Expenses

Salaries	\$8,937,895.74
Fringe Benefits	\$4,894,337.73
Travel In-State	\$123,603.43
Travel Out-of-State	\$104,104.99
Fuel & Utilities	\$24,839.95
Supplies	\$132,042.65
Professional Development	\$61,690.40
Communication Services & Supplies	\$199,270.64
Professional Services	\$235,284.62
Housekeeping & Janitor Services	\$18,139.80
Maintenance & Repair Services	\$89,319.39
Computer Equipment	\$85,007.77
Office Equipment	\$14,918.80
Other Equipment	\$2,098.98
Property and Improvements	\$4,734.00
Building Lease Payments	\$2,396.57
Equipment Rental and Leases	\$2,976.37
Building Lease Payments	\$406,610.76
Miscellaneous Expenses	\$18,826.18
Total MGC Expenses	\$15,358,098.77

Other Expense & Transfers

State Auditor Salaries	\$2,655.03
State Auditor Expense & Equipment	\$102.05
Attorney General Salaries	\$127,244.52
MSHP Vehicle Maintenance	\$83,663.00
MSHP Gasoline	\$236,742.35
MSHP Automotive Technical Personal Service	\$2,738.32
MSHP Automotive Technical Overtime	\$29,512.23
MSHP Administration	\$4,600.35
MSHP Academy Personal Service	\$122,355.86
MSHP Academy Expense and Equipment	\$131,882.38
Vehicle Replacement	\$360,650.00
Juvenile Court Diversion	\$446,251.23
Leasing Operations Transfer	\$13,644.00
State Office Building Maintenance Transfer	\$8,906.00
Federal and Other Funds Cap Transfer	\$18,561.00
Other Financing Correction and Variance Transfers	\$341.15
Total Other Expenses & Transfers	\$1,589,849.47

Appropriated Transfers

Veterans Commission CI Trust Fund FY 2005	\$9,000,000.00
Missouri National Guard Trust Fund FY 2005	\$5,000,000.00
Missouri College Guarantee Fund Transfer FY 2005	\$5,000,000.00
Early Childhood Development Fund Transfer FY 2005	\$26,750,006.14
Early Childhood Development Fund Transfer FY 2004	\$6,820,589.96
Compulsive Gamblers Fund Transfer FY 2005	\$472,704.00
Compulsive Gamblers Fund Transfer FY 2004	\$17,146.00
Cost Allocation Plan Transfer to General Revenue	\$740,260.00
Total Appropriated Transfers	\$53,800,706.10

Total All Expenses & Transfers

\$70,748,654.34

Balance--Cash less Payables

\$4,236,913.40

Cash Balance--06/30/05**

\$4,236,913.40

**On July 19, 2005 the remaining cash balance was distributed as follows: Early Childhood Development Education and Care Fund \$4,219,767.40 and Compulsive Gambler Fund \$17,146.00.

Fiscal Year 2005 Project Summary

CASINO / LOCATION	OPENING DATE	ADMISSIONS	ADMISSION FEES (a)	ADJUSTED GROSS RECEIPTS	GAMING TAX (b)	ESTIMATED CAPITAL INVESTMENT *	EMPLOYEES	TABLE GAMES	SLOT MACHINES	GAMING SPACE (SQ FT)
President / St. Louis	27-May-94	3,552,354	\$ 7,104,708	\$ 71,371,201	\$ 14,274,240	\$ 75,900,000	646	35	1,021	53,800
Ameristar / St. Charles	27-May-94	10,613,823	21,227,646	297,873,442	59,574,688	425,600,000	1,949	98	3,274	130,000
Argosy / Riverside	22-Jun-94	4,876,329	9,752,658	149,634,188	29,926,838	183,200,000	949	40	1,748	62,000
St. Jo Frontier / St. Joseph	24-Jun-94	991,685	1,983,370	26,713,282	5,342,656	18,000,000	273	12	594	18,000
Harrah's / North Kansas City	22-Sep-94	6,227,301	12,454,602	184,935,738	36,987,148	212,800,000	1,493	62	1,701	63,300
Aztar / Caruthersville	27-Apr-95	868,004	1,736,008	26,210,179	5,242,036	62,500,000	304	21	694	21,400
Isle of Capri / Kansas City	18-Oct-96	4,493,593	8,987,186	100,624,613	20,124,923	64,900,000	734	38	1,550	45,300
Ameristar / Kansas City	16-Jan-97	9,004,102	18,008,204	245,287,918	49,057,584	325,000,000	1,836	107	3,003	140,000
Harrah's - Maryland Heights	11-Mar-97	9,888,895	19,777,790	300,774,902	60,154,980	388,000,000	2,077	87	2,832	120,000
Isle of Capri / Boonville	06-Dec-01	2,673,604	5,347,208	76,730,366	15,346,073	67,200,000	602	33	898	28,000
Mark Twain / LaGrange	25-Jul-01	1,105,032	2,210,064	29,169,077	5,833,815	15,200,000	273	14	560	18,000
GRAND TOTALS		54,294,722	\$ 108,589,444	\$ 1,509,324,905	\$ 301,864,981	\$ 1,838,300,000	11,136	547	17,875	699,800

* Figures reflect the current operating property amounts carried on the casino balance sheet at cost.

(a) 50% of Admission Fees go to the State, with the remaining 50% to the Local Home Dock.

(b) 90% of Gaming Taxes go to the State, with the remaining 10% to the Local Home Dock.

The figures published in this report are subject to adjustment.

ADMISSION FEE SUMMARY

Fiscal Year Ended June 30, 2005

MONTH	ARGOSY	AZTAR	HARRAH'S NKC	HARRAH'S MH	ISLE OF CAPRI KC	ISLE OF CAPRI BOONVILLE	AMERISTAR KC	MARK TWAIN *	PRESIDENT	AMERISTAR SC	ST. JO *	STATE TOTAL
Jul-04	839,970	137,912	1,078,816	1,741,954	833,266	522,698	1,690,134	187,434	672,826	1,887,106	154,892	9,747,008
Aug-04	756,408	125,522	1,075,786	1,775,474	764,506	457,660	1,498,702	167,362	631,224	1,788,858	148,746	9,190,248
Sep-04	730,064	138,082	1,028,762	1,743,492	753,426	458,236	1,396,006	163,096	626,118	1,777,364	142,362	8,957,008
Oct-04	757,884	141,400	1,093,708	1,804,908	808,712	462,160	1,497,116	165,044	615,116	1,764,988	147,228	9,258,264
Nov-04	693,930	128,374	977,952	1,703,312	722,298	410,236	1,394,152	157,986	567,686	1,730,766	135,062	8,621,754
Dec-04	869,730	127,630	1,107,022	1,614,792	780,498	420,016	1,574,008	172,406	551,658	1,844,944	154,330	9,217,034
Jan-05	884,412	152,898	996,124	1,576,448	714,326	430,812	1,487,762	163,658	571,138	1,785,828	146,154	8,909,560
Feb-05	857,892	160,204	1,004,846	1,513,208	736,586	454,964	1,509,762	217,148	577,960	1,777,282	188,664	8,998,516
Mar-05	870,454	153,752	1,087,396	1,599,318	782,540	476,004	1,549,692	214,058	619,350	1,827,786	185,918	9,366,268
Apr-05	845,504	158,630	1,033,030	1,538,940	724,974	411,904	1,477,886	204,770	591,856	1,759,936	186,966	8,934,396
May-05	842,514	158,192	991,184	1,582,448	704,928	422,298	1,481,028	201,318	550,110	1,694,288	200,460	8,828,768
Jun-05	803,896	153,412	979,976	1,583,496	661,126	420,220	1,451,956	195,784	529,666	1,588,500	192,588	8,560,620
TOTAL	9,752,658	1,736,008	12,454,602	19,777,790	8,987,186	5,347,208	18,008,204	2,210,064	7,104,708	21,227,646	1,983,370	108,589,444

Fiscal Year Ended June 30, 2004

MONTH	ARGOSY	AZTAR	HARRAH'S NKC	HARRAH'S MH	ISLE OF CAPRI KC	ISLE OF CAPRI BOONVILLE	AMERISTAR KC	MARK TWAIN	PRESIDENT	AMERISTAR SC	ST. JO	STATE TOTAL
Jul-03	566,772	137,068	1,137,272	1,458,868	679,884	495,994	1,464,372	179,432	660,114	1,748,804	154,228	8,682,808
Aug-03	575,990	137,244	1,325,618	1,505,110	677,320	535,844	1,631,244	182,104	688,332	1,853,614	160,630	9,273,050
Sep-03	513,508	120,144	1,189,920	1,522,412	669,364	478,818	1,362,376	164,120	590,452	1,594,646	142,090	8,347,850
Oct-03	522,934	123,366	1,139,992	1,570,006	667,054	473,334	1,512,384	167,650	577,178	1,637,820	145,984	8,537,702
Nov-03	514,686	117,032	1,150,164	1,526,854	640,974	452,120	1,548,892	168,428	568,394	1,734,230	141,168	8,562,942
Dec-03	905,122	112,966	1,128,930	1,435,362	683,288	412,046	1,474,452	157,792	546,768	1,723,846	139,358	8,719,930
Jan-04	886,042	128,894	1,109,558	1,400,494	737,584	452,308	1,589,038	164,312	603,984	1,847,608	138,980	9,058,802
Feb-04	858,054	137,092	1,077,444	1,429,384	728,506	464,534	1,528,214	175,790	624,910	1,847,732	145,762	9,017,422
Mar-04	831,240	129,684	1,106,150	1,459,784	750,626	477,124	1,599,184	187,676	647,494	1,884,234	151,638	9,224,834
Apr-04	778,478	121,888	1,061,134	1,423,740	703,620	442,060	1,475,776	173,014	600,150	1,737,566	142,842	8,660,268
May-04	830,466	123,038	1,064,058	1,517,994	721,388	457,132	1,593,836	173,084	612,010	1,812,448	150,064	9,055,518
Jun-04	785,954	114,630	928,032	1,447,894	736,786	432,748	1,489,404	167,424	598,652	1,679,468	143,654	8,524,646
TOTAL	8,569,246	1,503,046	13,418,272	17,697,902	8,396,394	5,574,062	18,269,172	2,060,826	7,318,438	21,102,016	1,756,398	105,665,772

*Effective February 1, 2005, Herbst Gaming acquired Mark Twain and St. Jo Casinos

GAMING TAX SUMMARY

Fiscal Year Ended June 30, 2005

MONTH	ARGOSY	AZTAR	HARRAH'S NKC	HARRAH'S MH	ISLE OF CAPRI KC	ISLE OF CAPRI BOONVILLE	AMERISTAR KC	MARK TWAIN *	PRESIDENT	AMERISTAR SC	ST. JO *	STATE TOTAL
Jul-04	2,545,895	382,204	3,256,665	5,076,120	1,811,319	1,415,803	4,394,424	471,012	1,287,219	5,234,891	412,920	26,288,472
Aug-04	2,425,576	384,712	3,116,605	5,012,429	1,889,809	1,315,139	3,955,883	444,627	1,204,534	4,760,613	396,108	24,906,034
Sep-04	2,283,882	417,369	3,167,456	4,939,158	1,655,430	1,263,958	3,767,220	419,241	1,174,036	4,640,057	382,984	24,110,789
Oct-04	2,381,321	443,778	3,177,216	5,187,888	1,707,754	1,313,786	4,066,718	449,398	1,235,886	4,809,062	422,891	25,195,700
Nov-04	2,192,976	396,179	2,934,717	4,925,218	1,577,877	1,188,471	3,864,554	438,116	1,140,278	4,702,849	387,848	23,749,082
Dec-04	2,501,309	376,280	3,296,304	4,960,466	1,598,100	1,188,078	4,127,989	463,505	1,126,273	4,979,277	423,661	25,041,242
Jan-05	2,558,002	482,690	2,914,643	5,045,356	1,607,151	1,216,557	4,072,653	428,615	1,158,266	4,975,138	388,252	24,847,324
Feb-05	2,576,034	491,493	2,894,194	4,673,307	1,548,662	1,259,737	3,865,931	589,669	1,173,299	4,898,070	549,893	24,520,288
Mar-05	2,826,489	462,900	3,253,402	5,296,310	1,875,176	1,383,035	4,386,989	580,627	1,309,834	5,326,885	511,543	27,213,188
Apr-05	2,735,080	489,328	3,170,873	5,005,721	1,590,275	1,265,519	4,286,527	549,154	1,262,452	5,255,103	477,985	26,088,018
May-05	2,536,049	476,149	2,902,195	5,121,051	1,741,599	1,293,831	4,216,655	525,602	1,144,576	5,103,144	509,155	25,570,005
Jun-05	2,364,226	438,955	2,902,879	4,911,956	1,521,770	1,242,161	4,052,041	474,247	1,057,589	4,889,599	479,417	24,334,839
TOTAL	29,926,838	5,242,036	36,987,148	60,154,980	20,124,923	15,346,073	49,057,584	5,833,815	14,274,240	59,574,688	5,342,656	301,864,981

Fiscal Year Ended June 30, 2004

MONTH	ARGOSY	AZTAR	HARRAH'S NKC	HARRAH'S MH	ISLE OF CAPRI KC	ISLE OF CAPRI BOONVILLE	AMERISTAR KC	MARK TWAIN	PRESIDENT	AMERISTAR SC	ST. JO	STATE TOTAL
Jul-03	1,593,017	385,067	3,610,958	3,926,337	1,632,796	1,234,145	3,604,874	430,735	1,235,207	4,593,803	394,813	22,641,752
Aug-03	1,652,241	396,812	3,966,934	4,270,411	1,592,400	1,302,271	3,985,127	433,283	1,320,530	4,964,380	431,375	24,315,763
Sep-03	1,444,296	357,549	3,511,045	4,138,429	1,539,007	1,161,599	3,343,964	397,336	1,119,696	4,055,941	385,107	21,453,969
Oct-03	1,496,522	369,099	3,429,599	4,361,031	1,589,227	1,207,889	3,708,671	393,396	1,162,233	4,360,044	371,045	22,448,757
Nov-03	1,435,579	351,755	3,294,263	4,243,489	1,583,488	1,208,739	3,752,071	420,681	1,093,956	4,523,018	361,268	22,268,306
Dec-03	2,155,263	336,725	3,220,005	4,148,432	1,551,715	1,078,654	3,462,538	398,528	1,096,936	4,560,845	396,121	22,405,762
Jan-04	2,559,992	381,200	3,191,401	4,158,622	1,627,581	1,150,317	3,730,644	404,393	1,191,529	4,978,293	396,625	23,770,597
Feb-04	2,559,002	425,938	3,135,014	4,330,693	1,917,071	1,253,284	3,828,979	453,530	1,292,310	5,025,489	404,645	24,625,955
Mar-04	2,505,383	396,729	3,186,888	4,234,013	1,802,299	1,225,651	4,076,053	489,503	1,249,805	5,111,617	445,764	24,723,706
Apr-04	2,445,961	357,526	3,206,690	4,302,422	1,739,176	1,177,688	3,833,608	449,601	1,241,694	4,936,098	407,545	24,098,009
May-04	2,580,677	351,231	3,239,815	4,471,497	1,741,635	1,225,530	4,029,287	460,618	1,180,507	5,144,217	412,488	24,837,503
Jun-04	2,372,585	327,515	2,873,955	4,348,936	1,705,081	1,189,804	3,819,120	428,072	1,184,632	4,695,397	380,102	23,325,197
TOTAL	24,800,518	4,437,146	39,866,566	50,934,313	20,021,475	14,415,572	45,174,936	5,159,676	14,369,035	56,949,141	4,786,898	280,915,275

* Effective February 1, 2005, Herbst Gaming acquired Mark Twain and St. Jo Casinos

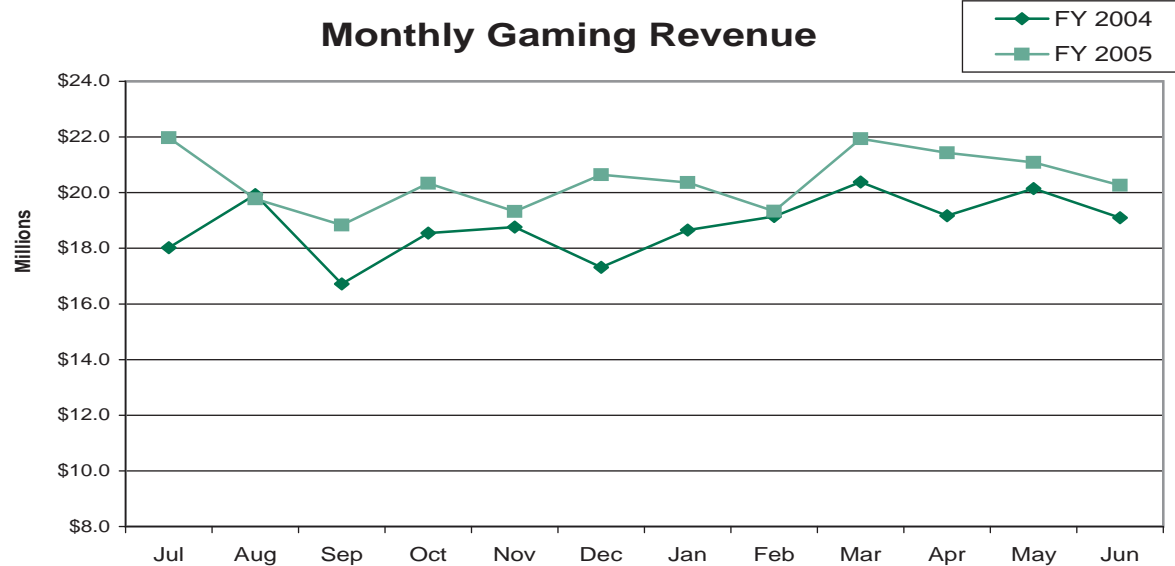
Ameristar - Kansas City

General Manager: David Albrecht
3200 N Ameristar Drive
Kansas City, Missouri 64161
(816) 414-7000

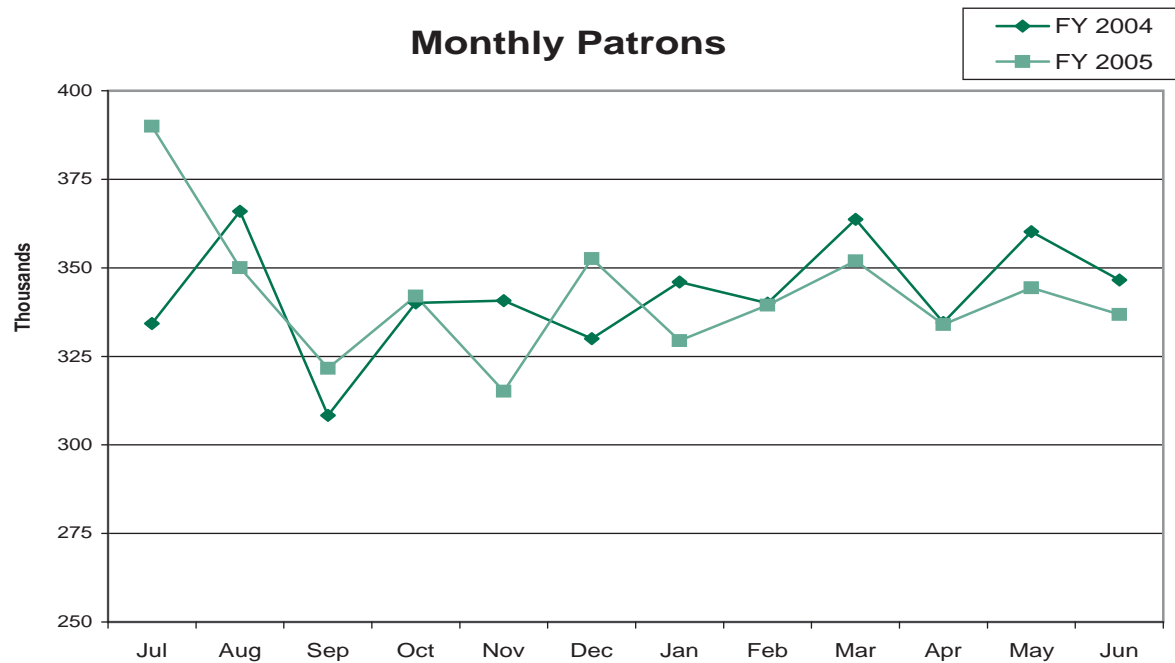
Date Licensed: December 19, 2000
Gaming Space: 140,000 Square Feet
Electronic Gaming Devices: 3,003
Table Games: 107
Buffet, (6) Specialty Restaurants, Deli and Food Court
Parking Garage
200 Room Hotel
18 Screen Movie Theatre, Concert Hall
Total Employee Compensation: \$47,400,000
Real Estate/Personal Property Tax: \$4,918,000
State Sales Tax: \$2,265,000
Charitable Donations: \$518,000
Total Employment: 1,836
Minority Employment: 643
Female Employment: 863

Ameristar KC had another solid year as gaming revenue increased 9% to \$245 million, holding their market leadership position for another year. The gain can be attributed to a 9% increase in Win Per Patron over the prior year, as well as benefiting from the construction at other market casinos. Ameristar continues to post strong results and will likely show moderate growth in the coming fiscal year.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$21,972,120	\$2,949,303	21.89%	\$19,022,817	7.28%	389,990	\$56.34	845,067	\$919	\$217
Aug-04	\$19,779,414	\$2,710,166	23.20%	\$17,069,248	7.48%	350,058	\$56.50	749,351	\$844	\$193
Sep-04	\$18,836,100	\$2,575,870	23.68%	\$16,260,230	7.60%	321,643	\$58.56	698,003	\$802	\$183
Oct-04	\$20,333,592	\$2,676,067	23.02%	\$17,657,525	7.56%	342,011	\$59.45	748,558	\$834	\$199
Nov-04	\$19,322,768	\$2,840,290	25.32%	\$16,482,478	7.56%	315,183	\$61.31	697,076	\$885	\$188
Dec-04	\$20,639,945	\$2,972,226	23.42%	\$17,667,719	7.36%	352,603	\$58.54	787,004	\$926	\$196
Jan-05	\$20,363,267	\$2,676,943	23.46%	\$17,686,324	7.60%	329,435	\$61.81	743,881	\$834	\$196
Feb-05	\$19,329,654	\$2,572,075	23.08%	\$16,757,579	7.13%	339,467	\$56.94	754,881	\$801	\$191
Mar-05	\$21,934,943	\$2,711,370	23.34%	\$19,223,573	7.66%	351,982	\$62.32	774,846	\$845	\$214
Apr-05	\$21,432,636	\$2,481,032	22.80%	\$18,951,604	7.91%	333,963	\$64.18	738,943	\$773	\$211
May-05	\$21,083,273	\$2,451,939	22.75%	\$18,631,333	7.69%	344,331	\$61.23	740,514	\$764	\$206
Jun-05	\$20,260,207	\$2,182,673	20.80%	\$18,077,534	7.92%	336,855	\$60.15	725,978	\$680	\$201
TOTALS	\$245,287,918	\$31,799,952	23.06%	\$213,487,965	7.56%	4,107,521	\$59.72	9,004,102	\$826	\$200

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$18,024,371	\$2,581,596	21.64%	\$15,442,775	7.10%	334,301	\$53.92	732,186	\$812	\$182
Aug-03	\$19,925,633	\$3,120,718	23.99%	\$16,804,916	7.38%	365,937	\$54.45	815,622	\$981	\$190
Sep-03	\$16,719,819	\$2,687,686	24.21%	\$14,032,134	7.07%	308,328	\$54.23	681,188	\$845	\$159
Oct-03	\$18,543,353	\$2,767,208	23.40%	\$15,776,145	7.15%	340,132	\$54.52	756,192	\$878	\$178
Nov-03	\$18,760,354	\$3,079,321	24.83%	\$15,681,034	7.01%	340,721	\$55.06	774,446	\$978	\$179
Dec-03	\$17,312,691	\$2,858,074	23.17%	\$14,454,617	6.98%	330,026	\$52.46	737,226	\$907	\$164
Jan-04	\$18,653,219	\$3,006,216	23.96%	\$15,647,004	6.65%	346,014	\$53.91	794,519	\$954	\$177
Feb-04	\$19,144,896	\$2,855,768	23.90%	\$16,289,128	7.20%	340,038	\$56.30	764,107	\$907	\$185
Mar-04	\$20,380,266	\$3,161,117	24.58%	\$17,219,149	7.23%	363,682	\$56.04	799,592	\$1,004	\$195
Apr-04	\$19,168,041	\$2,831,949	24.62%	\$16,336,092	7.33%	334,541	\$57.30	737,888	\$882	\$186
May-04	\$20,146,437	\$2,614,274	21.00%	\$17,532,164	7.32%	360,243	\$55.92	796,918	\$814	\$200
Jun-04	\$19,095,598	\$2,418,428	20.49%	\$16,677,170	7.34%	346,578	\$55.10	744,702	\$753	\$190
TOTALS	\$225,874,679	\$33,982,352	23.32%	\$191,892,327	7.15%	4,110,541	\$54.95	9,134,586	\$893	\$182

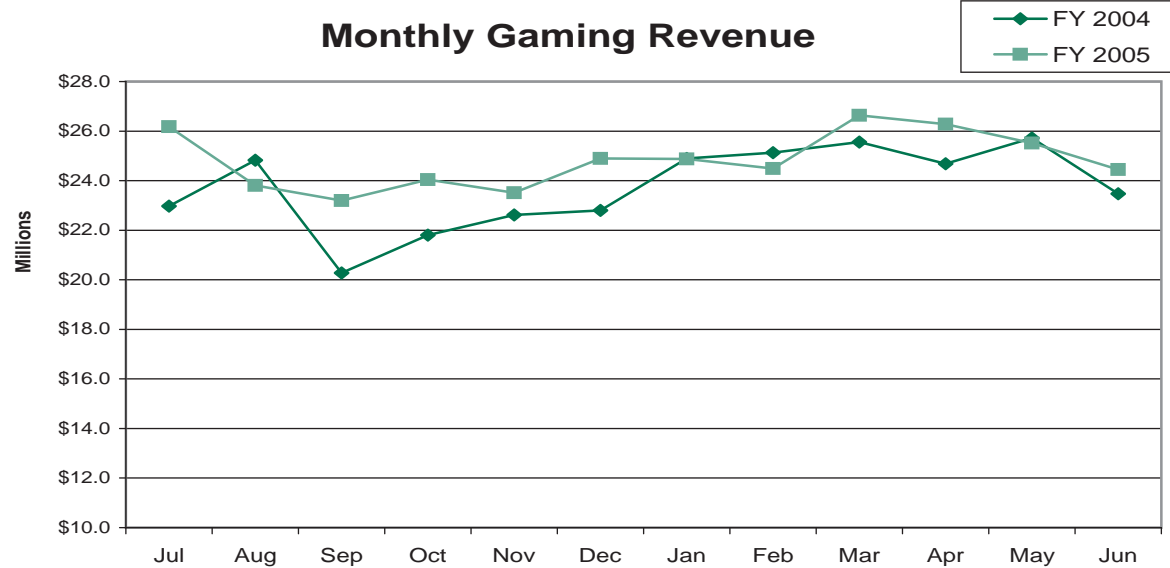
Ameristar - St. Charles

General Manager: Jim Franke
1260 South Main Street
St. Charles, Missouri 63301
(636) 940-4300

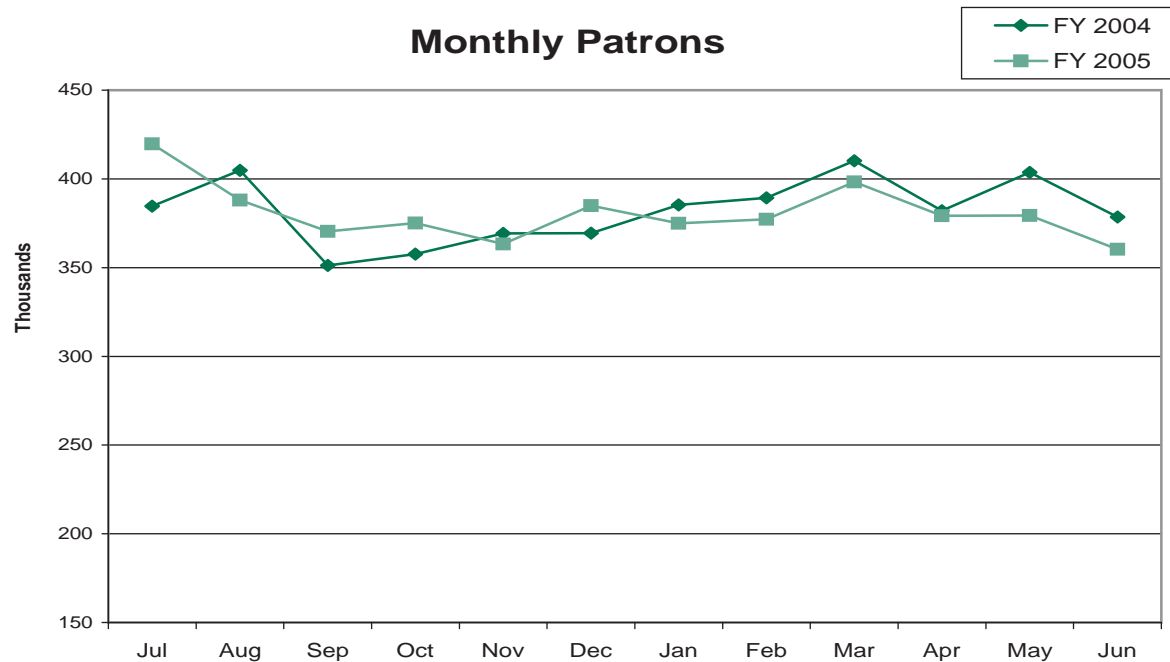
Date Licensed: December 19, 2000
Gaming Space: 130,000 Square Feet
Electronic Gaming Devices: 3,274
Table Games: 98
Buffet, (6) Specialty Restaurants and Deli
Parking Garage
Total Employee Compensation: \$46,320,000
Real Estate/Personal Property Tax: \$4,029,000
State Sales Tax: \$1,685,000
Charitable Donations: \$365,500
Total Employment: 1,949
Minority Employment: 567
Female Employment: 922

Ameristar SC showed moderate growth as gaming revenue increased 5% to \$297 million, despite flat results on patron volume. The gain reflects a higher slot hold percentage combined with a slightly higher slot volume per patron. Ameristar continues to benefit from the many amenities they offer and will likely continue the trend of moderate growth in the coming fiscal year.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$26,174,454	\$2,677,491	22.47%	\$23,496,963	7.33%	419,771	\$62.35	943,553	\$1,026	\$238
Aug-04	\$23,803,066	\$2,360,255	22.56%	\$21,442,811	7.34%	388,047	\$61.34	894,429	\$904	\$218
Sep-04	\$23,200,283	\$2,338,419	23.65%	\$20,861,864	7.61%	370,356	\$62.64	888,682	\$896	\$212
Oct-04	\$24,045,312	\$2,385,386	22.79%	\$21,659,926	7.78%	375,111	\$64.10	882,494	\$914	\$220
Nov-04	\$23,514,246	\$2,418,506	23.04%	\$21,095,740	7.71%	363,345	\$64.72	865,383	\$927	\$215
Dec-04	\$24,896,383	\$2,697,311	24.21%	\$22,199,072	7.62%	384,884	\$64.69	922,472	\$1,033	\$226
Jan-05	\$24,875,692	\$2,667,176	24.73%	\$22,208,516	7.73%	374,924	\$66.35	892,914	\$1,022	\$225
Feb-05	\$24,490,350	\$2,577,737	24.04%	\$21,912,613	7.55%	377,293	\$64.91	888,641	\$988	\$225
Mar-05	\$26,634,423	\$2,464,493	21.27%	\$24,169,931	7.80%	398,280	\$66.87	913,893	\$830	\$248
Apr-05	\$26,275,516	\$2,350,377	20.81%	\$23,925,139	7.75%	379,258	\$69.28	879,968	\$799	\$245
May-05	\$25,515,720	\$2,389,992	23.31%	\$23,125,728	7.91%	379,357	\$67.26	847,144	\$821	\$235
Jun-05	\$24,447,997	\$2,117,106	21.75%	\$22,330,891	8.12%	360,276	\$67.86	794,250	\$720	\$227
TOTALS	\$297,873,442	\$29,444,249	22.87%	\$268,429,193	7.68%	4,570,902	\$65.17	10,613,823	\$907	\$228

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$22,969,016	\$2,663,896	24.37%	\$20,305,121	7.14%	384,563	\$59.73	874,402	\$897	\$205
Aug-03	\$24,821,901	\$2,714,629	23.16%	\$22,107,273	7.42%	404,840	\$61.31	926,807	\$923	\$223
Sep-03	\$20,279,703	\$2,146,727	22.27%	\$18,132,976	7.12%	351,171	\$57.75	797,323	\$832	\$189
Oct-03	\$21,800,221	\$1,966,360	19.69%	\$19,833,861	7.31%	357,592	\$60.96	818,910	\$762	\$207
Nov-03	\$22,615,089	\$2,625,440	24.84%	\$19,989,649	7.17%	369,273	\$61.24	867,115	\$1,018	\$208
Dec-03	\$22,804,223	\$2,604,322	23.94%	\$20,199,901	7.17%	369,414	\$61.73	861,923	\$1,009	\$204
Jan-04	\$24,891,464	\$2,807,752	24.67%	\$22,083,712	7.35%	385,388	\$64.59	923,804	\$1,088	\$222
Feb-04	\$25,127,443	\$2,703,125	24.03%	\$22,424,319	7.30%	389,268	\$64.55	923,866	\$1,170	\$228
Mar-04	\$25,558,083	\$2,635,711	22.45%	\$22,922,372	7.18%	410,150	\$62.31	942,117	\$998	\$233
Apr-04	\$24,680,490	\$2,649,410	24.47%	\$22,031,080	7.36%	382,135	\$64.59	868,783	\$1,004	\$225
May-04	\$25,721,086	\$2,492,783	22.25%	\$23,228,303	7.29%	403,653	\$63.72	906,224	\$955	\$238
Jun-04	\$23,476,984	\$2,368,260	22.98%	\$21,108,724	7.32%	378,552	\$62.02	839,734	\$907	\$214
TOTALS	\$284,745,704	\$30,378,415	23.29%	\$254,367,289	7.26%	4,585,999	\$62.09	10,551,008	\$964	\$216

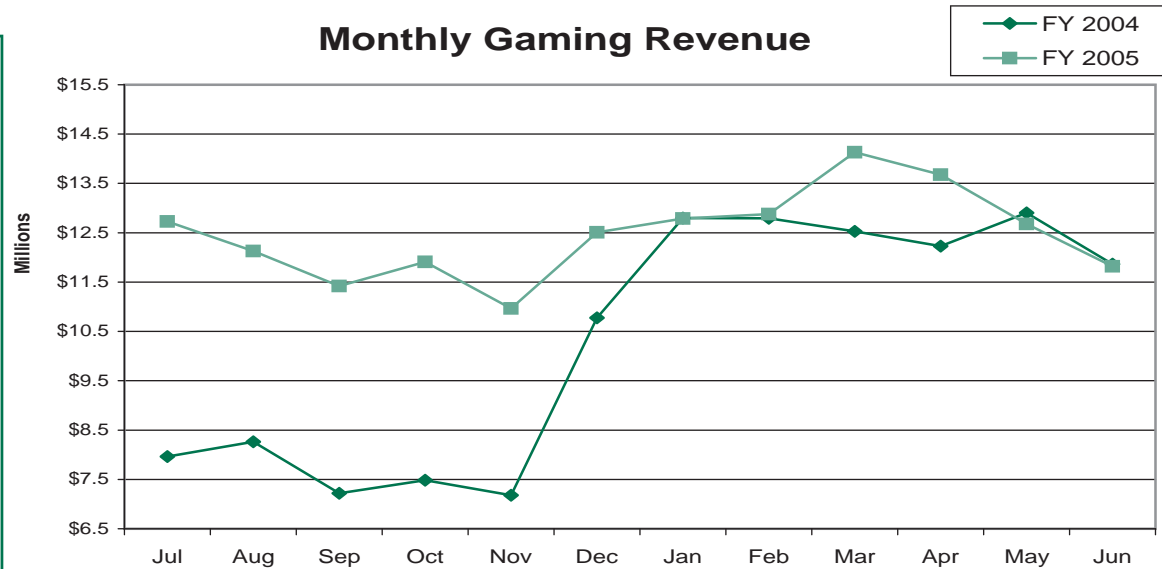
Argosy Riverside Casino

General Manager: Gary Johnson
777 NW Argosy Parkway
Riverside, Missouri 64150
(816) 746-3100

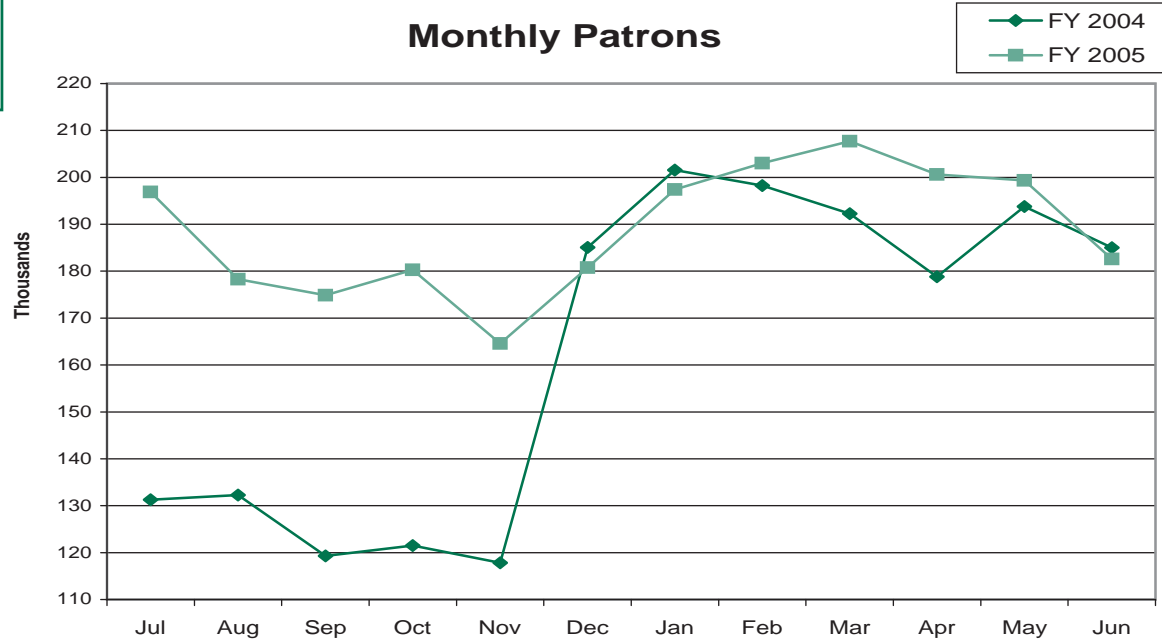
Date Licensed: June 22, 1994
Gaming Space: 62,000 Square Feet
Electronic Gaming Devices: 1,748
Table Games: 40
Buffet, (2) specialty restaurants, Deli and Coffee House
Meeting Space: 11,000 Square Feet
Parking Garage
Total Employee Compensation: \$27,400,000
Real Estate/Personal Property Tax: \$2,231,000
State Sales Tax: \$421,000
City Lease Payments: \$4,486,000
Charitable Donations: \$23,000
Total Employment: 949
Minority Employment: 324
Female Employment: 486

Argosy posted strong results as the momentum from the prior year's expansion continued. The prior year's predictions were realized as gaming revenue increased 21% to approximately \$150 million, and their market share climbed from 19% to 22%. Argosy has begun an additional \$75 million expansion project, featuring a 250 room hotel and a 1,400 space parking garage.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$12,729,476	\$1,724,267	22.72%	\$11,005,209	7.01%	196,867	\$64.66	419,985	\$1,249	\$210
Aug-04	\$12,127,881	\$1,555,083	22.80%	\$10,572,798	7.16%	178,312	\$68.01	378,204	\$1,127	\$201
Sep-04	\$11,419,411	\$1,411,574	21.31%	\$10,007,836	7.08%	174,884	\$65.30	365,032	\$1,023	\$191
Oct-04	\$11,906,606	\$1,439,282	21.11%	\$10,467,323	7.09%	180,300	\$66.04	378,942	\$1,043	\$199
Nov-04	\$10,964,878	\$1,459,888	22.49%	\$9,504,990	7.17%	164,602	\$66.61	346,965	\$1,106	\$180
Dec-04	\$12,506,543	\$1,657,247	23.01%	\$10,849,296	7.30%	180,754	\$69.19	434,865	\$1,255	\$205
Jan-05	\$12,790,008	\$1,580,323	22.63%	\$11,209,685	7.10%	197,408	\$64.79	442,206	\$1,317	\$212
Feb-05	\$12,880,169	\$1,397,834	20.45%	\$11,482,335	6.94%	203,009	\$63.45	428,946	\$1,165	\$218
Mar-05	\$14,132,443	\$1,675,810	22.78%	\$12,456,634	7.27%	207,692	\$68.05	435,227	\$1,397	\$236
Apr-05	\$13,675,400	\$1,620,814	23.55%	\$12,054,586	7.37%	200,624	\$68.16	422,752	\$1,351	\$229
May-05	\$12,680,243	\$1,582,726	23.89%	\$11,097,517	7.00%	199,374	\$63.60	421,257	\$1,319	\$212
Jun-05	\$11,821,129	\$1,533,060	23.63%	\$10,288,070	7.43%	182,574	\$64.75	401,948	\$1,278	\$196
TOTALS	\$149,634,188	\$18,637,908	22.53%	\$130,996,280	7.16%	2,266,400	\$66.02	4,876,329	\$1,219	\$207

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$7,965,085	\$935,354	23.52%	\$7,029,731	6.13%	131,279	\$60.67	283,386	\$1,039	\$208
Aug-03	\$8,261,205	\$874,496	20.50%	\$7,386,709	6.20%	132,258	\$62.46	287,995	\$972	\$219
Sep-03	\$7,221,482	\$761,059	20.28%	\$6,460,423	6.14%	119,275	\$60.54	256,754	\$846	\$191
Oct-03	\$7,482,612	\$820,921	21.20%	\$6,661,691	6.20%	121,518	\$61.58	261,467	\$912	\$197
Nov-03	\$7,177,895	\$913,504	23.07%	\$6,264,391	6.11%	117,849	\$60.91	257,343	\$1,450	\$245
Dec-03	\$10,776,313	\$1,411,009	20.21%	\$9,365,304	6.62%	185,069	\$58.23	452,561	\$1,120	\$178
Jan-04	\$12,799,962	\$1,724,193	21.48%	\$11,075,769	7.25%	201,576	\$63.50	443,021	\$1,368	\$211
Feb-04	\$12,795,011	\$1,590,444	21.23%	\$11,204,567	7.26%	198,247	\$64.54	429,027	\$1,262	\$213
Mar-04	\$12,526,915	\$1,569,773	20.39%	\$10,957,142	6.97%	192,253	\$65.16	415,620	\$1,138	\$209
Apr-04	\$12,229,803	\$1,405,376	19.47%	\$10,824,427	7.14%	178,806	\$68.40	389,239	\$997	\$206
May-04	\$12,903,383	\$1,656,186	22.56%	\$11,247,197	7.07%	193,761	\$66.59	415,233	\$1,200	\$214
Jun-04	\$11,862,926	\$1,169,482	16.98%	\$10,693,444	7.09%	185,024	\$64.12	392,977	\$847	\$204
TOTALS	\$124,002,591	\$14,831,796	20.75%	\$109,170,795	6.75%	1,956,915	\$63.37	4,284,623	\$1,096	\$208

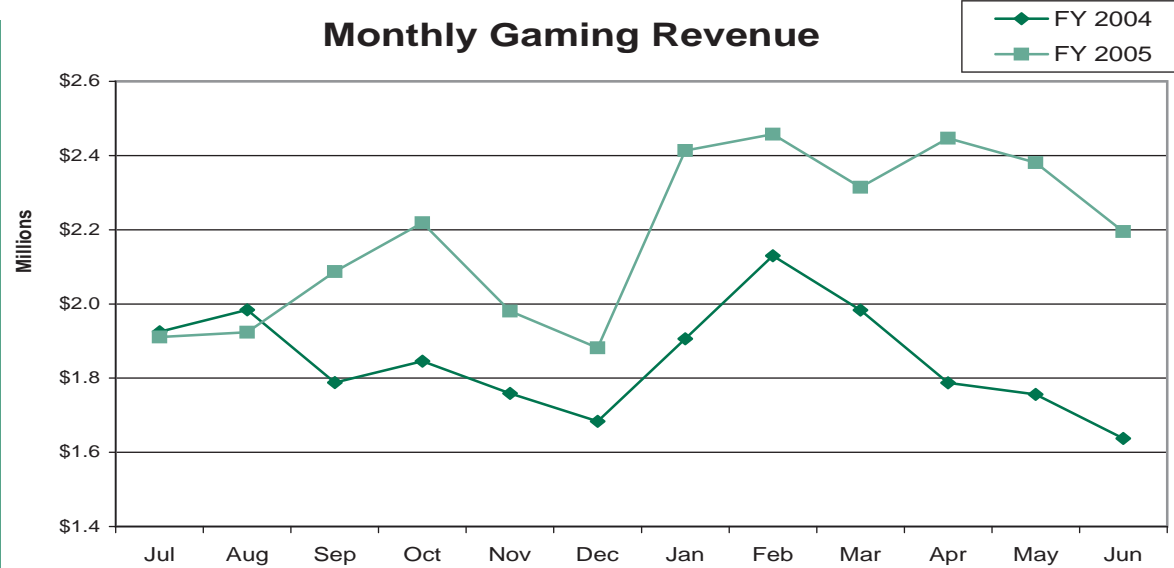
Aztar Casino - Caruthersville

General Manager: Vacant
777 E 3rd Street
Caruthersville, Missouri 63830
(573) 333-1000

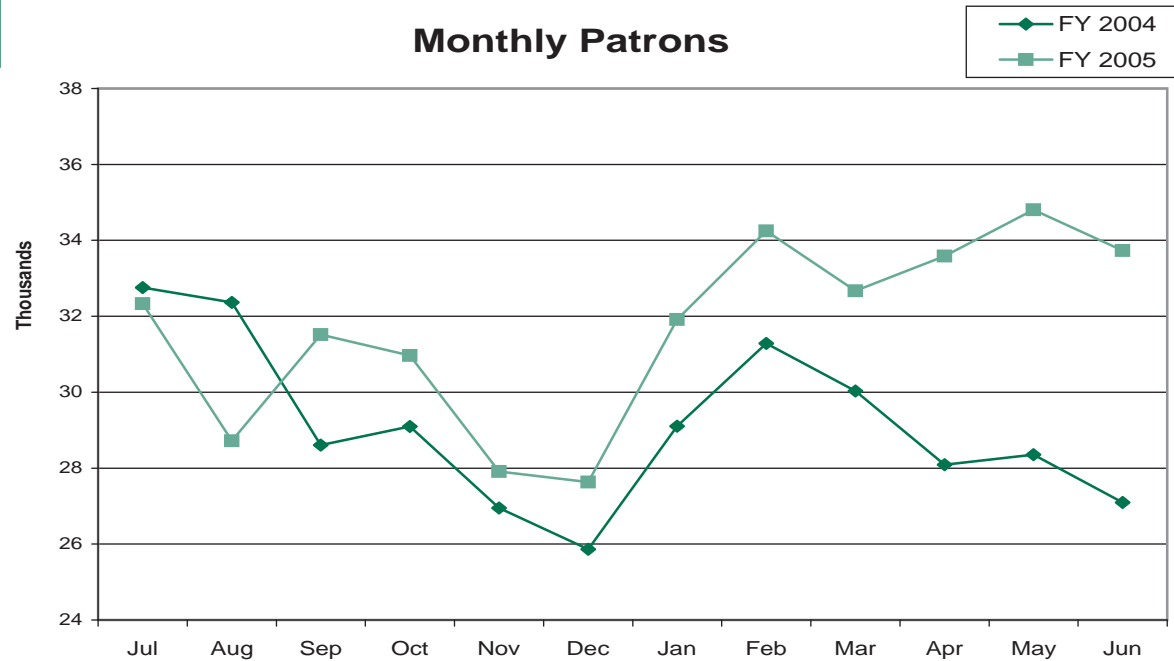
Date Licensed: April 27, 1995
Gaming Space: 21,400 Square Feet
Electronic Gaming Devices: 694
Table Games: 21
(1) Specialty Restaurant
RV Park (27-Space)
Total Employee Compensation: \$6,800,000
Real Estate/Personal Property Tax: \$383,600
State Sales Tax: \$77,400
City Lease Payments: \$100,000
Charitable Donations: \$31,000
Total Employment: 304
Minority Employment: 78
Female Employment: 182

Aztar in Caruthersville turned things around this year, utilizing new slot technologies and the popularity of new poker rooms. They reported a gaming revenue increase of 18% to \$26 million, combined with a nearly 9% increase in patron volume. They continue to report the highest slot hold percentage of 10.7% in the state.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$1,911,021	\$353,634	24.82%	\$1,557,387	10.41%	32,331	\$59.11	68,956	\$842	\$74
Aug-04	\$1,923,558	\$309,813	23.38%	\$1,613,745	11.28%	28,720	\$66.98	62,761	\$738	\$77
Sep-04	\$2,086,843	\$365,469	29.39%	\$1,721,374	11.28%	31,516	\$66.22	69,041	\$677	\$82
Oct-04	\$2,218,889	\$508,664	37.17%	\$1,710,225	10.98%	30,966	\$71.66	70,700	\$942	\$81
Nov-04	\$1,980,893	\$419,411	32.06%	\$1,561,482	10.84%	27,913	\$70.97	64,187	\$777	\$74
Dec-04	\$1,881,400	\$366,750	27.66%	\$1,514,650	10.46%	27,630	\$68.09	63,815	\$643	\$72
Jan-05	\$2,413,452	\$488,779	30.70%	\$1,924,673	10.45%	31,917	\$75.62	76,449	\$858	\$93
Feb-05	\$2,457,463	\$439,878	28.64%	\$2,017,585	10.33%	34,249	\$71.75	80,102	\$772	\$97
Mar-05	\$2,314,501	\$421,196	28.65%	\$1,893,305	10.33%	32,672	\$70.84	76,876	\$739	\$90
Apr-05	\$2,446,640	\$434,300	28.75%	\$2,012,340	10.53%	33,588	\$72.84	79,315	\$689	\$98
May-05	\$2,380,745	\$352,126	26.44%	\$2,028,620	10.93%	34,808	\$68.40	79,096	\$559	\$96
Jun-05	\$2,194,774	\$353,382	25.60%	\$1,841,392	10.45%	33,730	\$65.07	76,706	\$561	\$88
TOTALS	\$26,210,179	\$4,813,401	28.62%	\$21,396,778	10.67%	380,040	\$68.97	868,004	\$733	\$85

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$1,925,334	\$355,937	25.28%	\$1,569,397	9.88%	32,758	\$58.77	68,534	\$847	\$74
Aug-03	\$1,984,059	\$371,881	25.55%	\$1,612,178	10.31%	32,365	\$61.30	68,622	\$885	\$79
Sep-03	\$1,787,745	\$350,970	28.54%	\$1,436,775	10.22%	28,606	\$62.50	60,072	\$836	\$69
Oct-03	\$1,845,497	\$353,584	26.65%	\$1,491,913	10.28%	29,098	\$63.42	61,683	\$842	\$72
Nov-03	\$1,758,777	\$364,404	27.85%	\$1,394,373	10.01%	26,953	\$65.25	58,516	\$868	\$67
Dec-03	\$1,683,625	\$358,538	26.52%	\$1,325,087	10.23%	25,864	\$65.10	56,483	\$854	\$63
Jan-04	\$1,906,001	\$359,951	23.84%	\$1,546,050	10.37%	29,104	\$65.49	64,447	\$857	\$74
Feb-04	\$2,129,688	\$441,225	29.33%	\$1,688,463	10.63%	31,288	\$68.07	68,546	\$1,051	\$80
Mar-04	\$1,983,646	\$425,262	28.12%	\$1,558,384	10.40%	30,035	\$66.04	64,842	\$1,013	\$74
Apr-04	\$1,787,628	\$369,649	25.54%	\$1,417,979	10.13%	28,088	\$63.64	60,944	\$880	\$67
May-04	\$1,756,155	\$283,497	20.86%	\$1,472,658	10.33%	28,354	\$61.94	61,519	\$675	\$70
Jun-04	\$1,637,573	\$291,693	23.97%	\$1,345,880	10.49%	27,093	\$60.44	57,315	\$695	\$64
TOTALS	\$22,185,729	\$4,326,591	26.02%	\$17,859,138	10.27%	349,606	\$63.46	751,523	\$858	\$71

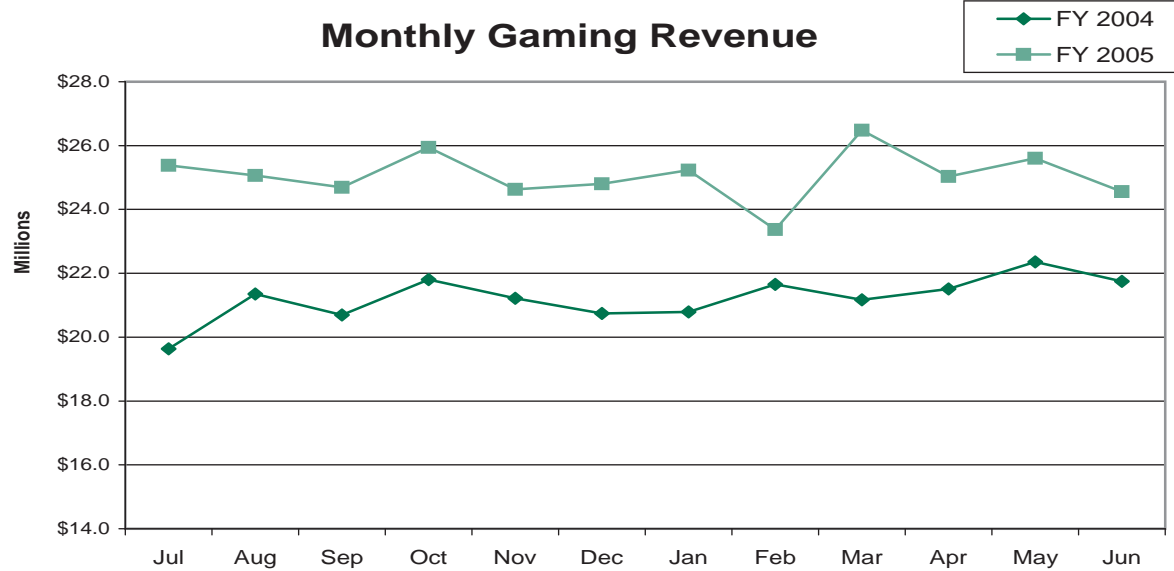
Harrah's Maryland Heights

General Manager: Bill Keena
777 Casino Center Drive
Maryland Heights, Missouri 63146
(314) 770-8100

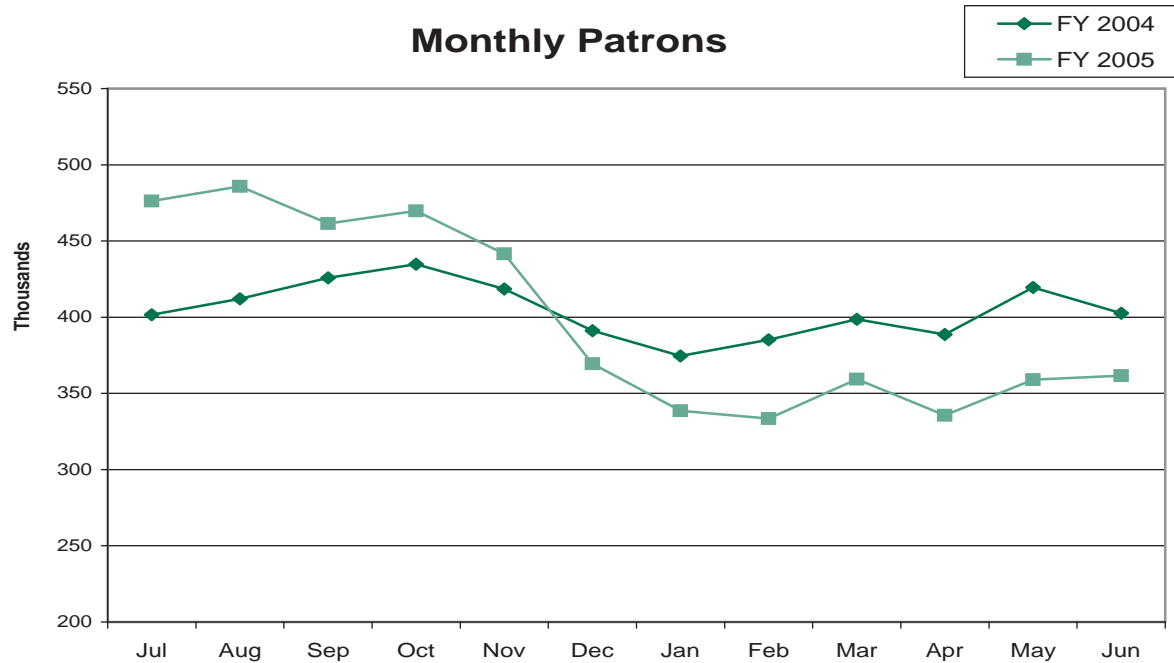
Date Licensed: March 11, 1997
Gaming Space: 120,000 Square Feet
Electronic Gaming Devices: 2,832
Table Games: 87
Buffet, (3) Specialty Restaurants, Noodle Bar,
Coffee House and Deli
502 Room Hotel
Meeting Space
Parking Garage
Total Employee Compensation: \$55,300,000
Real Estate/Personal Property Tax: \$5,010,000
State Sales Tax: \$1,818,000
Charitable Donations: \$33,000
Total Employment: 2,077
Minority Employment: 739
Female Employment: 1,045

Harrah's MH posted strong results as gaming revenue increased 18% to over \$300 million, despite a slight decrease in patron volume. This gain can likely be attributed to an increase of nearly 20% in Win Per Patron over the prior year. Also, Harrah's opened an \$85 million expansion, which includes a 211 room hotel, several new restaurants and additional meeting space.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$25,380,602	\$2,937,183	21.75%	\$22,443,419	7.81%	476,157	\$53.30	870,977	\$1,239	\$279
Aug-04	\$25,062,143	\$3,177,869	24.04%	\$21,884,274	7.64%	485,907	\$51.58	887,737	\$1,308	\$271
Sep-04	\$24,695,790	\$2,836,839	21.98%	\$21,858,952	7.99%	461,459	\$53.52	871,746	\$1,167	\$271
Oct-04	\$25,939,440	\$3,165,111	24.01%	\$22,774,329	8.05%	469,836	\$55.21	902,454	\$1,303	\$282
Nov-04	\$24,626,092	\$3,182,498	24.12%	\$21,443,595	7.90%	441,602	\$55.77	851,656	\$1,310	\$267
Dec-04	\$24,802,331	\$3,468,353	24.57%	\$21,333,978	7.79%	369,382	\$67.15	807,396	\$1,427	\$256
Jan-05	\$25,226,780	\$3,043,880	23.42%	\$22,182,900	8.36%	338,633	\$74.50	788,224	\$1,253	\$268
Feb-05	\$23,366,537	\$3,084,559	24.34%	\$20,281,978	7.65%	333,451	\$70.07	756,604	\$1,269	\$271
Mar-05	\$26,481,552	\$3,469,162	25.60%	\$23,012,389	8.17%	359,406	\$73.68	799,659	\$1,428	\$318
Apr-05	\$25,028,603	\$3,009,631	23.24%	\$22,018,973	8.08%	335,698	\$74.56	769,470	\$1,254	\$296
May-05	\$25,605,254	\$3,191,893	25.25%	\$22,413,361	8.22%	358,921	\$71.34	791,224	\$1,195	\$283
Jun-05	\$24,559,778	\$2,634,490	21.20%	\$21,925,287	8.23%	361,588	\$67.92	791,748	\$1,009	\$258
TOTALS	\$300,774,902	\$37,201,466	23.64%	\$263,573,435	7.99%	4,792,040	\$62.77	9,888,895	\$1,264	\$277

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$19,631,685	\$2,255,509	20.13%	\$17,376,175	7.25%	401,666	\$48.88	729,434	\$1,274	\$223
Aug-03	\$21,352,055	\$2,268,042	19.78%	\$19,084,014	7.68%	412,012	\$51.82	752,555	\$1,326	\$246
Sep-03	\$20,692,147	\$2,260,155	20.28%	\$18,431,993	7.55%	425,898	\$48.58	761,206	\$1,299	\$242
Oct-03	\$21,805,156	\$2,348,828	20.31%	\$19,456,328	7.66%	434,803	\$50.15	785,003	\$1,350	\$256
Nov-03	\$21,217,443	\$2,145,172	17.45%	\$19,072,271	7.59%	418,472	\$50.70	763,427	\$1,192	\$250
Dec-03	\$20,742,160	\$2,661,378	21.53%	\$18,080,782	7.58%	391,221	\$53.02	717,681	\$1,431	\$230
Jan-04	\$20,793,109	\$2,657,436	21.88%	\$18,135,673	7.53%	374,610	\$55.51	700,247	\$1,429	\$231
Feb-04	\$21,653,466	\$2,736,169	23.69%	\$18,917,297	7.66%	385,170	\$56.22	714,692	\$1,471	\$241
Mar-04	\$21,170,065	\$2,685,584	21.81%	\$18,484,481	7.29%	398,684	\$53.10	729,892	\$1,444	\$236
Apr-04	\$21,512,110	\$2,521,714	21.56%	\$18,990,395	7.61%	388,614	\$55.36	711,870	\$1,356	\$242
May-04	\$22,357,487	\$2,681,062	21.60%	\$19,676,424	7.41%	419,463	\$53.30	758,997	\$1,441	\$251
Jun-04	\$21,744,681	\$2,435,396	21.67%	\$19,309,285	7.81%	402,554	\$54.02	723,947	\$1,309	\$243
TOTALS	\$254,671,564	\$29,656,445	20.97%	\$225,015,118	7.55%	4,853,167	\$52.48	8,848,951	\$1,360	\$241

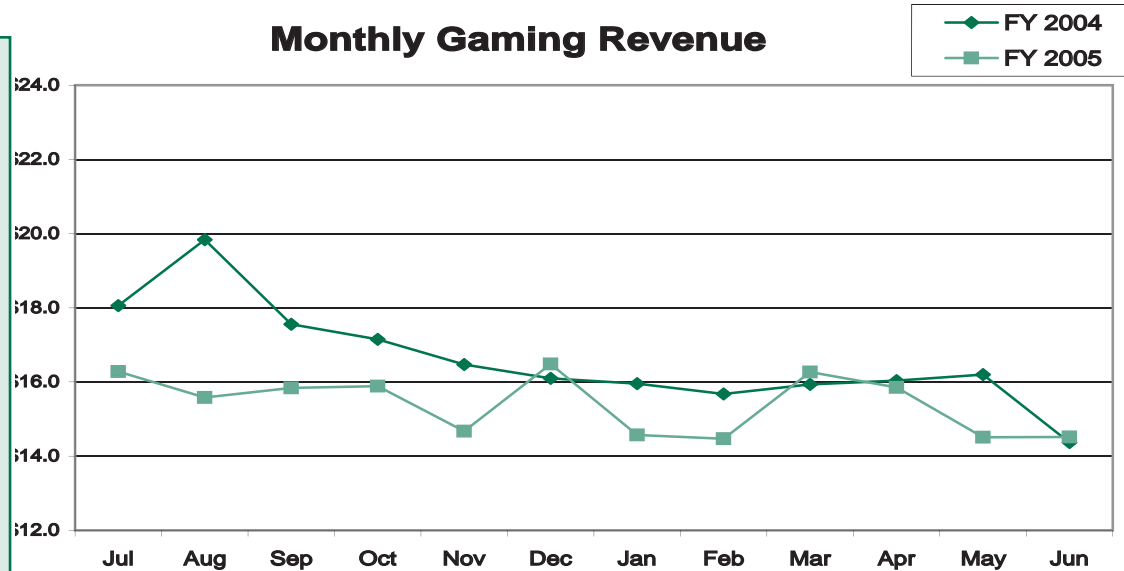
Harrah's North Kansas City

General Manager: Thomas Cook
One Riverboat Drive
North Kansas City, Missouri 64116
(816) 472-7777

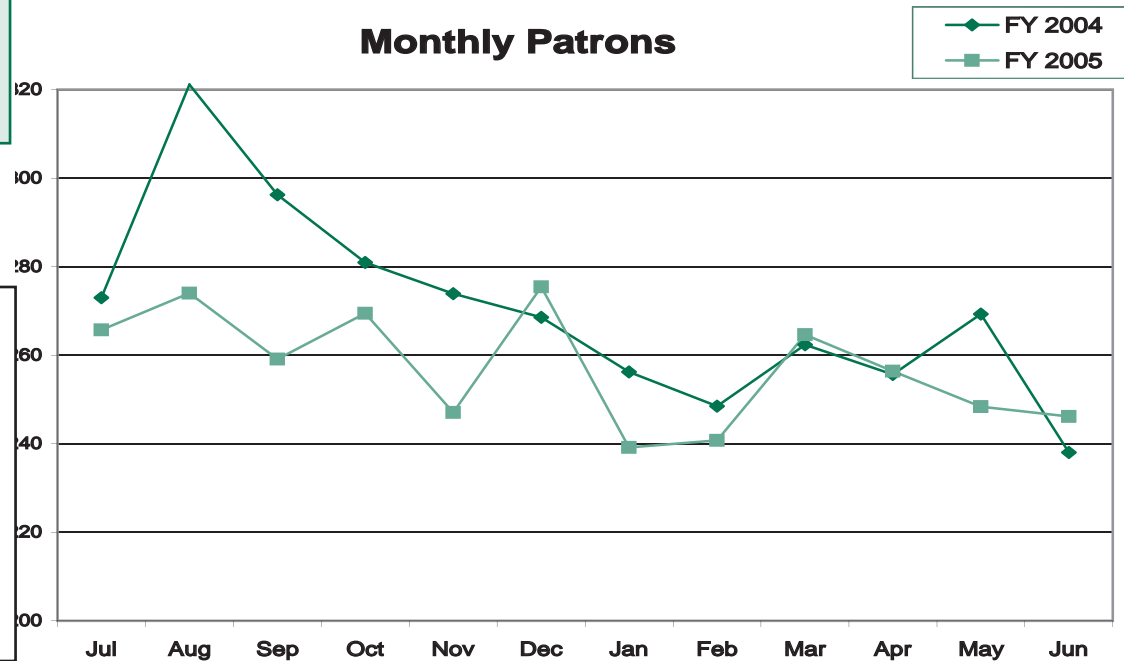
Date Licensed: September 22, 1994
Gaming Space: 63,300 Square Feet
Electronic Gaming Devices: 1,701
Table Games: 62
Buffet, (3) Specialty Restaurants
200 Room Hotel
Meeting Space: 10,000 Square Feet
Parking Garage
Total Employee Compensation: \$38,400,000
Real Estate/Personal Property Tax: \$2,408,000
State Sales Tax: \$1,165,000
City Lease Payments: \$3,749,000
Charitable Donations: \$123,000
Total Employment: 1,493
Minority Employment: 491
Female Employment: 744

Harrah's NKC reported weak results as they continued to feel the impact of the Argosy expansion and were in the process of their own improvements. The new expansion features an additional hotel tower and new parking garage. Gaming revenue fell 7% to \$185 million, along with a 5% decrease in patron volume. Harrah's anticipates the added expansion to increase their market share in the coming year.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$16,283,324	\$2,195,573	22.35%	\$14,087,751	7.52%	265,720	\$61.28	539,408	\$1,240	\$282
Aug-04	\$15,583,025	\$2,094,988	22.26%	\$13,488,037	7.34%	273,998	\$56.87	537,893	\$1,164	\$270
Sep-04	\$15,837,278	\$2,381,168	26.73%	\$13,456,109	7.57%	259,122	\$61.12	514,381	\$1,323	\$268
Oct-04	\$15,886,082	\$2,238,862	23.59%	\$13,647,220	7.35%	269,456	\$58.96	546,854	\$1,244	\$279
Nov-04	\$14,673,583	\$2,291,027	23.93%	\$12,382,557	7.63%	247,052	\$59.39	488,976	\$1,273	\$261
Dec-04	\$16,481,519	\$2,693,024	25.67%	\$13,788,495	7.51%	275,448	\$59.84	553,511	\$1,521	\$255
Jan-05	\$14,573,217	\$2,133,413	22.78%	\$12,439,804	7.42%	239,174	\$60.93	498,062	\$1,205	\$242
Feb-05	\$14,470,969	\$2,029,349	23.05%	\$12,441,621	7.30%	240,753	\$60.11	502,423	\$1,147	\$241
Mar-05	\$16,267,009	\$2,219,086	23.05%	\$14,047,923	7.64%	264,634	\$61.47	543,698	\$1,233	\$277
Apr-05	\$15,854,366	\$2,301,833	25.64%	\$13,552,533	7.32%	256,414	\$61.83	516,515	\$1,279	\$275
May-05	\$14,510,973	\$1,868,526	21.33%	\$12,642,447	7.63%	248,351	\$58.43	495,592	\$1,005	\$245
Jun-05	\$14,514,394	\$1,954,665	23.43%	\$12,559,729	7.76%	246,166	\$58.96	489,988	\$1,051	\$246
TOTALS	\$184,935,738	\$26,401,513	23.66%	\$158,534,225	7.50%	3,086,288	\$59.92	6,227,301	\$1,224	\$262

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$18,054,789	\$2,373,295	24.42%	\$15,681,494	7.72%	272,984	\$66.14	568,636	\$1,614	\$255
Aug-03	\$19,834,668	\$2,348,339	22.38%	\$17,486,329	7.63%	321,126	\$61.77	662,809	\$1,598	\$285
Sep-03	\$17,555,226	\$2,200,897	23.10%	\$15,354,329	7.49%	296,229	\$59.26	594,960	\$1,497	\$250
Oct-03	\$17,147,995	\$1,996,996	20.76%	\$15,151,000	7.58%	280,929	\$61.04	569,996	\$1,359	\$251
Nov-03	\$16,471,314	\$2,227,465	23.31%	\$14,243,849	7.39%	273,908	\$60.13	575,082	\$1,515	\$247
Dec-03	\$16,100,027	\$2,242,517	22.89%	\$13,857,511	7.15%	268,553	\$59.95	564,465	\$1,526	\$235
Jan-04	\$15,957,004	\$2,054,294	21.58%	\$13,902,711	7.38%	256,211	\$62.28	554,779	\$1,397	\$236
Feb-04	\$15,675,070	\$1,894,643	20.87%	\$13,780,427	7.33%	248,512	\$63.08	538,722	\$1,289	\$234
Mar-04	\$15,934,442	\$1,954,441	21.11%	\$13,980,001	7.19%	262,355	\$60.74	553,075	\$1,386	\$246
Apr-04	\$16,033,448	\$1,926,957	21.60%	\$14,106,491	7.47%	255,674	\$62.71	530,567	\$1,367	\$248
May-04	\$16,199,074	\$2,034,687	22.16%	\$14,164,388	7.44%	269,305	\$60.15	532,029	\$1,443	\$249
Jun-04	\$14,369,773	\$1,913,152	22.72%	\$12,456,621	7.54%	238,020	\$60.37	464,016	\$1,357	\$239
TOTALS	\$199,332,830	\$25,167,679	22.25%	\$174,165,150	7.45%	3,243,806	\$61.45	6,709,136	\$1,446	\$248

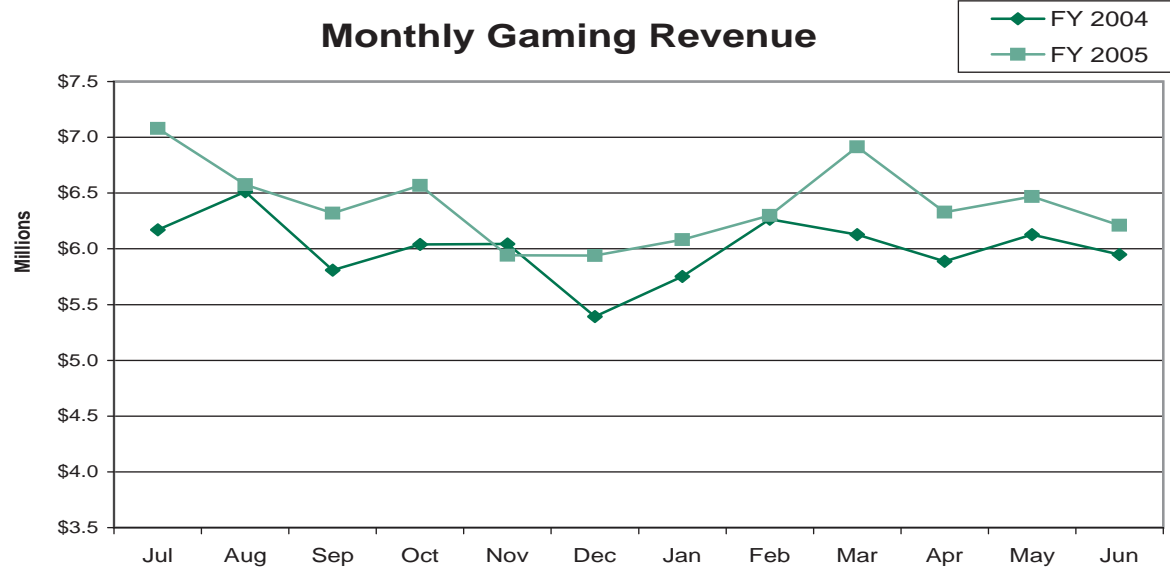
Isle of Capri - Boonville

General Manager: Kim Hardy
100 Isle of Capri Boulevard
Boonville, Missouri 65233
(660) 882-1200

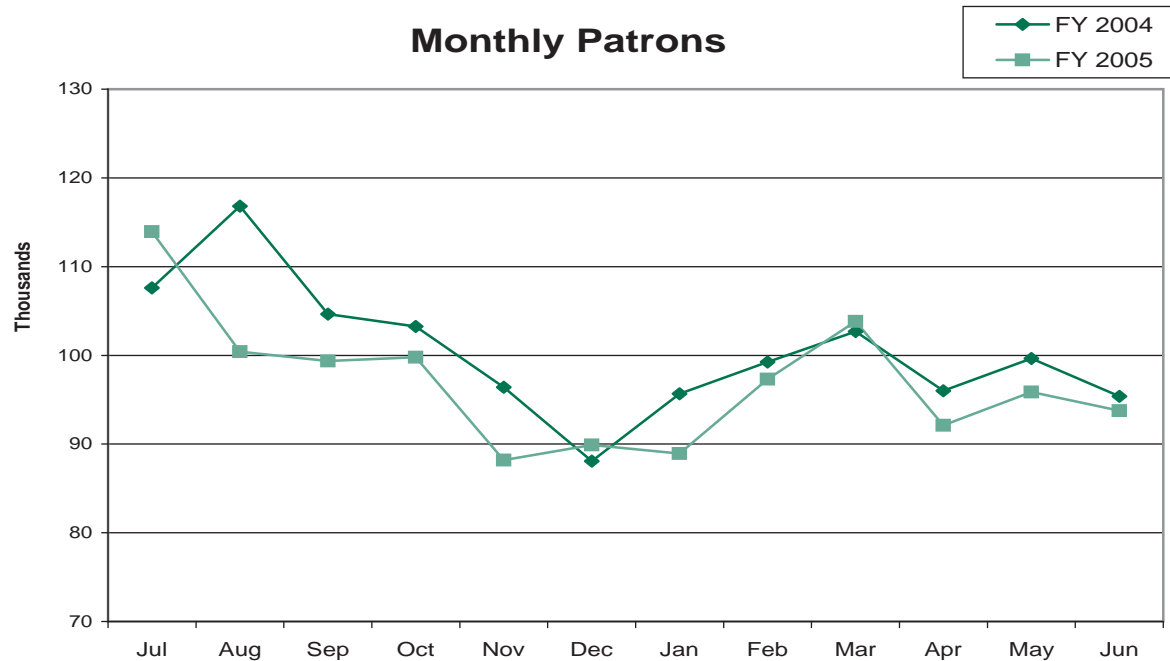
Date Licensed: December 6, 2001
Gaming Space: 28,000 Square Feet
Electronic Gaming Devices: 898
Table Games: 33
Buffet, (1) Specialty Restaurant and Deli
Total Employee Compensation: \$13,700,000
Real Estate/Personal Property Tax: \$656,000
State Sales Tax: \$362,000
Charitable Donations: \$47,400
Total Employment: 602
Minority Employment: 46
Female Employment: 315

The Isle of Capri in Boonville reported solid results as gaming revenue increased 6% to nearly \$77 million despite a 3% decrease in patron volume over the prior year. The gain reflects higher slot volume per patron, as the Isle markets toward the high volume gamers in the market.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$7,079,013	\$674,757	21.97%	\$6,404,256	7.35%	113,948	\$62.12	261,349	\$833	\$236
Aug-04	\$6,575,695	\$570,188	20.62%	\$6,005,507	7.77%	100,399	\$65.50	228,830	\$704	\$221
Sep-04	\$6,319,790	\$649,581	24.59%	\$5,670,210	7.56%	99,367	\$63.60	229,118	\$802	\$211
Oct-04	\$6,568,932	\$732,543	26.03%	\$5,836,389	7.49%	99,788	\$65.83	231,080	\$904	\$217
Nov-04	\$5,942,354	\$576,200	20.83%	\$5,366,154	7.68%	88,178	\$67.39	205,118	\$711	\$200
Dec-04	\$5,940,390	\$670,142	24.26%	\$5,270,248	7.24%	89,884	\$66.09	210,008	\$827	\$194
Jan-05	\$6,082,783	\$627,085	21.24%	\$5,455,698	7.64%	88,919	\$68.41	215,406	\$774	\$201
Feb-05	\$6,298,683	\$634,266	21.29%	\$5,664,418	7.33%	97,317	\$64.72	227,482	\$783	\$208
Mar-05	\$6,915,173	\$712,877	23.06%	\$6,202,296	7.48%	103,823	\$66.61	238,002	\$880	\$228
Apr-05	\$6,327,594	\$728,426	25.42%	\$5,599,168	7.31%	92,114	\$68.69	205,952	\$736	\$206
May-05	\$6,469,157	\$598,064	22.28%	\$5,871,093	7.74%	95,870	\$67.48	211,149	\$604	\$218
Jun-05	\$6,210,803	\$635,523	24.83%	\$5,575,280	7.47%	93,757	\$66.24	210,110	\$642	\$207
TOTALS	\$76,730,366	\$7,809,650	23.00%	\$68,920,716	7.50%	1,163,364	\$65.96	2,673,604	\$767	\$212

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$6,170,727	\$592,052	20.60%	\$5,578,674	7.40%	107,596	\$57.35	247,997	\$731	\$207
Aug-03	\$6,511,355	\$692,828	21.58%	\$5,818,528	7.14%	116,804	\$55.75	267,922	\$855	\$216
Sep-03	\$5,807,994	\$444,633	16.38%	\$5,363,361	7.39%	104,648	\$55.50	239,409	\$549	\$200
Oct-03	\$6,039,446	\$602,118	20.84%	\$5,437,328	7.25%	103,262	\$58.49	236,667	\$743	\$201
Nov-03	\$6,043,695	\$630,053	22.17%	\$5,413,642	7.36%	96,412	\$62.69	226,060	\$778	\$200
Dec-03	\$5,393,268	\$634,216	23.41%	\$4,759,053	7.15%	88,090	\$61.22	206,023	\$783	\$176
Jan-04	\$5,751,587	\$680,634	22.83%	\$5,070,953	7.18%	95,653	\$60.13	226,154	\$840	\$188
Feb-04	\$6,266,420	\$669,802	23.00%	\$5,596,618	7.53%	99,249	\$63.14	232,267	\$827	\$206
Mar-04	\$6,128,258	\$710,156	23.17%	\$5,418,102	6.95%	102,692	\$59.68	238,562	\$877	\$200
Apr-04	\$5,888,442	\$660,548	23.69%	\$5,227,894	7.03%	95,997	\$61.34	221,030	\$815	\$192
May-04	\$6,127,651	\$671,427	23.51%	\$5,456,224	7.14%	99,635	\$61.50	228,566	\$829	\$201
Jun-04	\$5,949,018	\$543,546	21.86%	\$5,405,472	7.46%	95,368	\$62.38	216,374	\$671	\$199
TOTALS	\$72,077,861	\$7,532,011	21.94%	\$64,545,850	7.25%	1,205,406	\$59.80	2,787,031	\$775	\$199

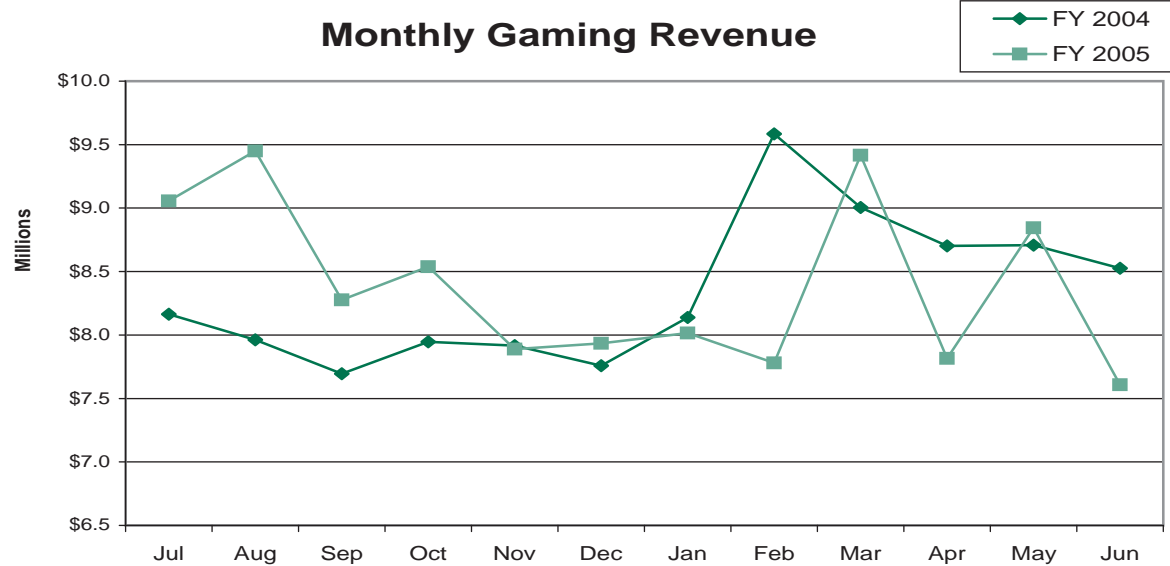
Isle of Capri - Kansas City

General Manager: Michael Tamburelli
1800 E Front Street
Kansas City, Missouri 64120
(816) 855-7777

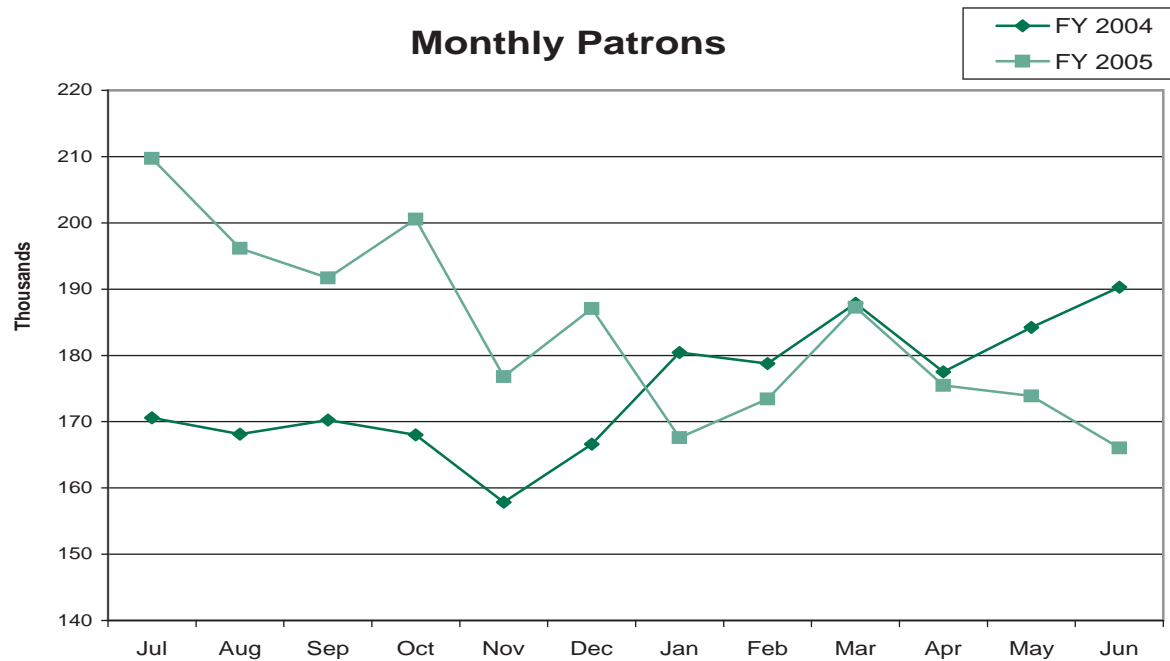
Date Licensed: June 6, 2000
Gaming Space: 45,300 Square Feet
Electronic Gaming Devices: 1,550
Table Games: 38
Buffet, (1) Specialty Restaurant and Deli
Parking Garage
Total Employee Compensation: \$20,900,000
Real Estate/Personal Property Tax: \$831,900
State Sales Tax: \$358,000
City Lease Payments: \$1,436,000
Charitable Donations: \$76,000
Total Employment: 734
Minority Employment: 528
Female Employment: 495

The Isle of Capri KC continued to show some growth despite the competitive market in Kansas City. Gaming revenue was up slightly to over \$100 million on a 5% increase in patron volume. They continue to work towards growing market share with aggressive marketing programs and the popularity of new poker rooms. However, significant growth will be hard to come by as expansions in other facilities attract patrons.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$9,056,595	\$1,232,787	28.59%	\$7,823,808	6.97%	209,721	\$43.18	416,633	\$1,326	\$169
Aug-04	\$9,449,043	\$955,831	24.89%	\$8,493,213	8.18%	196,170	\$48.17	382,253	\$1,028	\$183
Sep-04	\$8,277,149	\$811,597	21.48%	\$7,465,552	7.38%	191,691	\$43.18	376,713	\$873	\$161
Oct-04	\$8,538,772	\$998,670	24.84%	\$7,540,102	6.91%	200,568	\$42.57	404,356	\$1,040	\$162
Nov-04	\$7,889,384	\$842,452	22.42%	\$7,046,932	7.08%	176,789	\$44.63	361,149	\$878	\$152
Dec-04	\$7,935,010	\$961,028	23.38%	\$6,973,982	6.42%	187,054	\$42.42	390,249	\$866	\$153
Jan-05	\$8,014,771	\$877,196	23.73%	\$7,137,575	7.12%	167,599	\$47.82	357,163	\$790	\$156
Feb-05	\$7,779,787	\$878,126	22.97%	\$6,901,661	6.30%	173,411	\$44.86	368,293	\$770	\$152
Mar-05	\$9,415,878	\$1,088,265	25.58%	\$8,327,613	7.20%	187,241	\$50.29	391,270	\$955	\$182
Apr-05	\$7,815,368	\$967,098	25.78%	\$6,848,271	6.35%	175,463	\$44.54	362,487	\$848	\$145
May-05	\$8,844,005	\$749,885	21.51%	\$8,094,120	8.04%	173,898	\$50.86	352,464	\$625	\$171
Jun-05	\$7,608,850	\$768,492	23.62%	\$6,840,359	7.37%	166,054	\$45.82	330,563	\$674	\$147
TOTALS	\$100,624,613	\$11,131,425	24.15%	\$89,493,188	7.10%	2,205,659	\$45.62	4,493,593	\$889	\$161

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$8,163,979	\$875,312	22.09%	\$7,288,667	7.03%	170,565	\$47.86	339,942	\$1,167	\$214
Aug-03	\$7,961,999	\$886,268	21.74%	\$7,075,731	6.87%	168,105	\$47.36	338,660	\$1,182	\$210
Sep-03	\$7,695,036	\$937,761	24.29%	\$6,757,275	6.96%	170,260	\$45.20	334,682	\$1,250	\$222
Oct-03	\$7,946,135	\$1,002,671	25.24%	\$6,943,464	7.09%	168,005	\$47.30	333,527	\$1,337	\$228
Nov-03	\$7,917,441	\$993,068	25.85%	\$6,924,373	7.28%	157,853	\$50.16	320,487	\$1,324	\$146
Dec-03	\$7,758,575	\$839,912	21.64%	\$6,918,663	7.02%	166,614	\$46.57	341,644	\$1,120	\$147
Jan-04	\$8,137,903	\$867,461	22.65%	\$7,270,442	7.00%	180,430	\$45.10	368,792	\$1,157	\$153
Feb-04	\$9,585,354	\$852,359	22.16%	\$8,732,995	8.23%	178,753	\$53.62	364,253	\$1,136	\$184
Mar-04	\$9,004,503	\$975,770	23.76%	\$8,028,734	7.24%	187,867	\$47.93	375,313	\$1,301	\$172
Apr-04	\$8,702,870	\$945,084	23.87%	\$7,757,787	7.38%	177,513	\$49.03	351,810	\$1,260	\$166
May-04	\$8,708,177	\$910,699	23.01%	\$7,797,478	7.58%	184,218	\$47.27	360,694	\$1,214	\$168
Jun-04	\$8,525,402	\$946,967	25.09%	\$7,578,436	7.49%	190,277	\$44.81	368,393	\$1,018	\$164
TOTALS	\$100,107,376	\$11,033,330	23.44%	\$89,074,046	7.27%	2,100,460	\$47.66	4,198,197	\$1,206	\$181

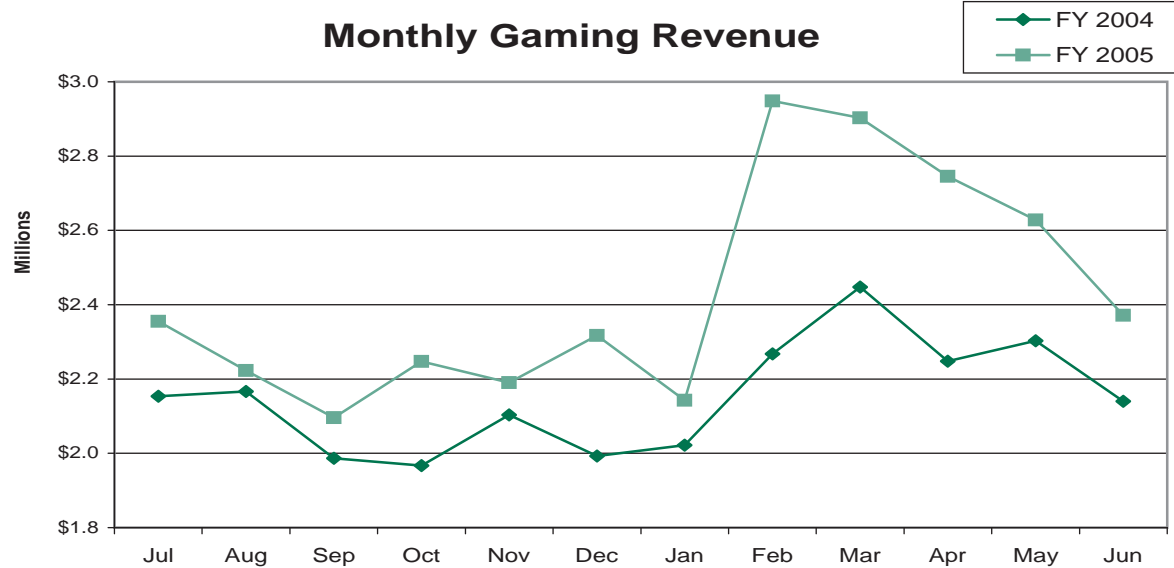
Mark Twain - LaGrange

General Manager: Robert Thursby
104 Pierce Street
LaGrange, Missouri 63448
(573) 655-4770

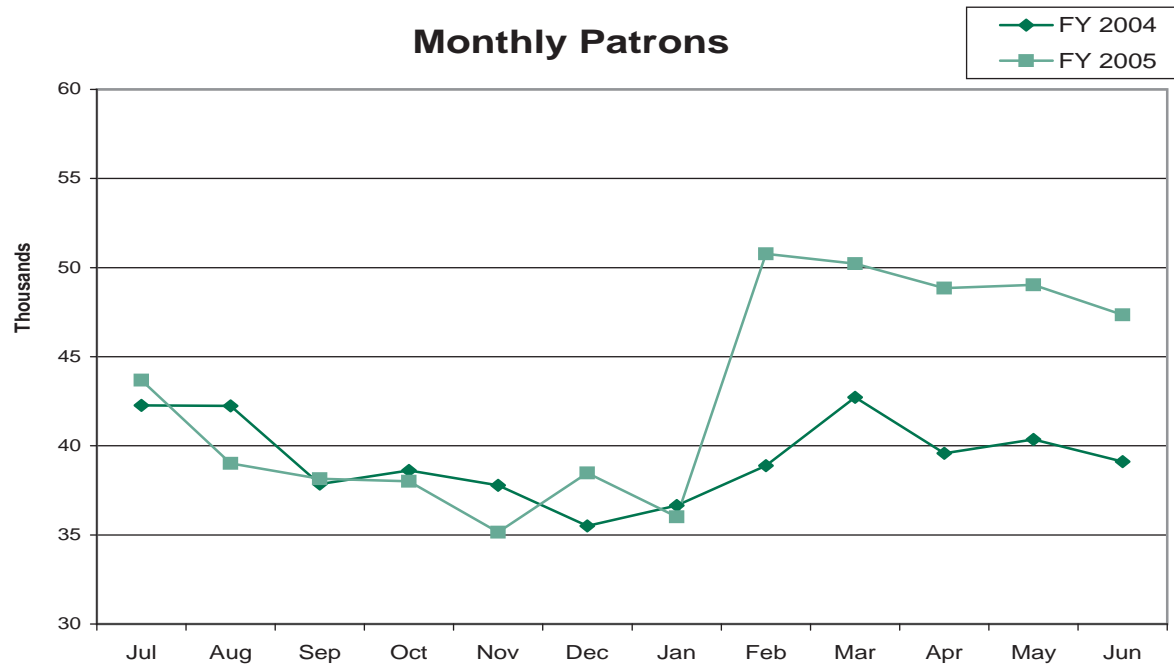
Original License: July 25, 2001
Acquired by Herbst: February 1, 2005
Gaming Space: 18,000 Square Feet
Electronic Gaming Devices: 560
Table Games: 14
(1) Specialty Restaurant
Meeting Space
Total Employee Compensation: \$5,100,000
Real Estate/Personal Property Tax: \$241,000
State Sales Tax: \$88,800
City Lease Payments: \$201,200
Charitable Donations: \$7,600
Total Employment: 273
Minority Employment: 11
Female Employment: 153

The Mark Twain Casino in LaGrange reported strong results as the property was acquired in February 2005 by Herbst Gaming. Their gaming revenue increased 13%, to \$29 million, along with a 10% increase in patron volume over the previous fiscal year. As with the St. Jo acquisition by Herbst, new marketing strategies and new slot technologies proved positive results. As these new enhancements continue, Mark Twain Casino will likely post moderate growth in the next year.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$2,355,062	\$307,165	28.12%	\$2,047,897	8.07%	43,681	\$53.92	93,717	\$602	\$136
Aug-04	\$2,223,137	\$270,309	28.03%	\$1,952,828	8.50%	39,018	\$56.98	83,681	\$530	\$130
Sep-04	\$2,096,206	\$238,371	26.81%	\$1,857,835	8.20%	38,151	\$54.94	81,548	\$467	\$123
Oct-04	\$2,246,990	\$224,555	24.38%	\$2,022,435	8.51%	38,004	\$59.13	82,522	\$440	\$133
Nov-04	\$2,190,581	\$270,892	27.39%	\$1,919,689	8.57%	35,146	\$62.33	78,993	\$531	\$127
Dec-04	\$2,317,527	\$319,932	28.87%	\$1,997,595	8.04%	38,478	\$60.23	86,203	\$627	\$132
Jan-05	\$2,143,077	\$309,496	31.62%	\$1,833,581	7.68%	36,017	\$59.50	81,829	\$607	\$121
Feb-05	\$2,948,346	\$271,856	24.13%	\$2,676,491	8.60%	50,780	\$58.06	108,574	\$533	\$176
Mar-05	\$2,903,133	\$338,218	27.50%	\$2,564,915	8.51%	50,217	\$57.81	107,029	\$663	\$166
Apr-05	\$2,745,772	\$319,614	27.35%	\$2,426,158	8.40%	48,842	\$56.22	102,385	\$666	\$157
May-05	\$2,628,010	\$291,701	28.46%	\$2,336,310	8.51%	49,037	\$53.59	100,659	\$695	\$150
Jun-05	\$2,371,236	\$195,087	21.78%	\$2,176,149	8.82%	47,343	\$50.09	97,892	\$464	\$130
TOTALS	\$29,169,077	\$3,357,194	27.10%	\$25,811,884	8.38%	514,714	\$56.67	1,105,032	\$569	\$140

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$2,153,677	\$256,507	23.13%	\$1,897,170	8.39%	42,274	\$50.95	89,716	\$503	\$125
Aug-03	\$2,166,415	\$273,623	23.36%	\$1,892,792	8.26%	42,241	\$51.29	91,052	\$537	\$125
Sep-03	\$1,986,678	\$238,672	21.58%	\$1,748,006	8.44%	37,849	\$52.49	82,060	\$468	\$116
Oct-03	\$1,966,978	\$248,726	22.39%	\$1,718,252	7.84%	38,619	\$50.93	83,825	\$488	\$114
Nov-03	\$2,103,404	\$306,236	27.33%	\$1,797,168	8.04%	37,783	\$55.67	84,214	\$600	\$120
Dec-03	\$1,992,640	\$258,061	23.38%	\$1,734,579	8.15%	35,501	\$56.13	78,896	\$506	\$115
Jan-04	\$2,021,966	\$257,197	23.27%	\$1,764,769	8.22%	36,657	\$55.16	82,156	\$504	\$117
Feb-04	\$2,267,651	\$225,362	21.39%	\$2,042,289	8.37%	38,883	\$58.32	87,895	\$442	\$136
Mar-04	\$2,447,515	\$318,412	27.01%	\$2,129,103	8.18%	42,728	\$57.28	93,838	\$624	\$141
Apr-04	\$2,248,006	\$235,924	22.41%	\$2,012,082	8.19%	39,581	\$56.80	86,507	\$463	\$134
May-04	\$2,303,092	\$253,957	23.18%	\$2,049,135	8.49%	40,354	\$57.07	86,542	\$498	\$136
Jun-04	\$2,140,361	\$219,692	22.45%	\$1,920,669	8.45%	39,108	\$54.73	83,712	\$431	\$128
TOTALS	\$25,798,381	\$3,092,368	23.45%	\$22,706,013	8.25%	471,578	\$54.71	1,030,413	\$505	\$126

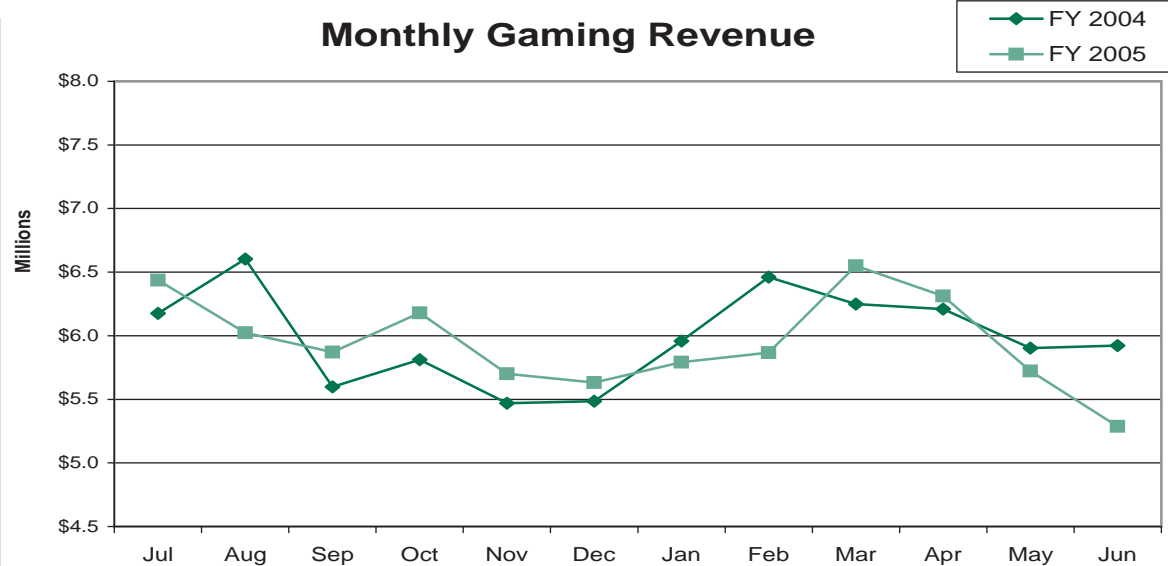
President Casino on the Admiral

General Manager: Chris Strobbe
1000 N Leonor K. Sullivan Blvd
St. Louis, Missouri 63102
(314) 622-3000

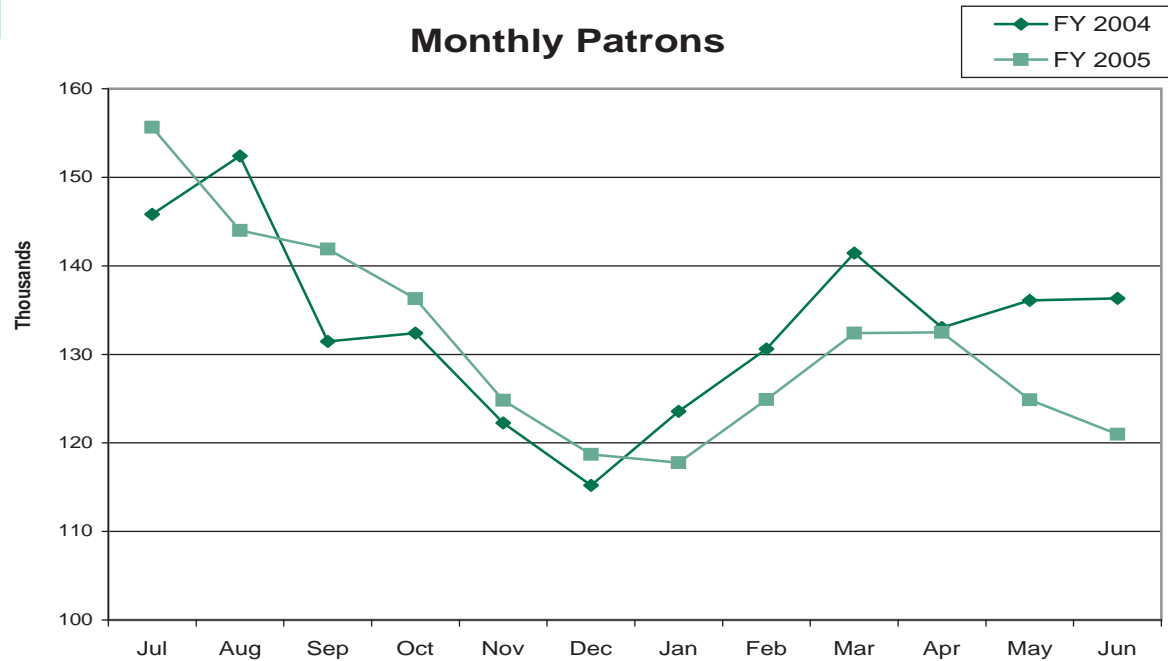
Date Licensed: May 27, 1994
Gaming Space: 53,800 Square Feet
Electronic Gaming Devices: 1,021
Table Games: 35
Buffet
Total Employee Compensation: \$16,800,000
Real Estate/Personal Property Tax: \$306,000
State Sales Tax: \$255,000
City Lease Payments: \$1,407,000
Charitable Donations: \$37,800
Total Employment: 646
Minority Employment: 437
Female Employment: 340

The President continues to report weak results as gaming revenue fell 1%, to \$71 million, along with a decrease in patron volume in comparison to the prior year. The decline was due to higher levels of competition at the other area casinos, including the Alton Belle and Casino Queen in East St. Louis, Illinois. Due to the marketing capabilities of the larger casinos in the market, the President will find it difficult to show growth in the coming fiscal year.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$6,436,095	\$780,483	22.09%	\$5,655,612	6.98%	155,664	\$41.35	336,413	\$685	\$171
Aug-04	\$6,022,668	\$852,137	25.43%	\$5,170,531	6.88%	143,992	\$41.83	315,612	\$747	\$157
Sep-04	\$5,870,178	\$721,034	21.37%	\$5,149,144	6.87%	141,886	\$41.37	313,059	\$632	\$158
Oct-04	\$6,179,432	\$968,622	26.62%	\$5,210,811	6.66%	136,303	\$45.34	307,558	\$897	\$160
Nov-04	\$5,701,391	\$777,711	25.54%	\$4,923,680	6.69%	124,801	\$45.68	283,843	\$665	\$154
Dec-04	\$5,631,365	\$833,503	29.37%	\$4,797,863	6.62%	118,712	\$47.44	275,829	\$712	\$150
Jan-05	\$5,791,329	\$810,988	28.12%	\$4,980,341	6.30%	117,754	\$49.18	285,569	\$693	\$154
Feb-05	\$5,866,494	\$859,390	26.30%	\$5,007,104	5.94%	124,901	\$46.97	288,980	\$735	\$155
Mar-05	\$6,549,169	\$920,527	25.14%	\$5,628,642	6.57%	132,391	\$49.47	309,675	\$787	\$174
Apr-05	\$6,312,258	\$966,717	24.29%	\$5,345,541	6.74%	132,477	\$47.65	295,928	\$826	\$166
May-05	\$5,722,879	\$707,538	23.50%	\$5,015,341	6.80%	124,881	\$45.83	275,055	\$605	\$155
Jun-05	\$5,287,943	\$563,506	19.09%	\$4,724,436	6.67%	120,989	\$43.71	264,833	\$537	\$154
TOTALS	\$71,371,201	\$9,762,156	24.69%	\$61,609,045	6.64%	1,574,751	\$45.32	3,552,354	\$710	\$159

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$6,176,036	\$676,280	20.45%	\$5,499,756	6.84%	145,805	\$42.36	330,057	\$777	\$134
Aug-03	\$6,602,651	\$858,896	23.57%	\$5,743,755	6.72%	152,412	\$43.32	344,166	\$868	\$140
Sep-03	\$5,598,478	\$632,460	20.79%	\$4,966,019	6.65%	131,466	\$42.58	295,226	\$639	\$121
Oct-03	\$5,811,163	\$828,544	24.97%	\$4,982,619	6.44%	132,411	\$43.89	288,589	\$837	\$122
Nov-03	\$5,469,782	\$795,612	25.84%	\$4,674,170	6.51%	122,252	\$44.74	284,197	\$804	\$111
Dec-03	\$5,484,682	\$675,910	22.37%	\$4,808,772	6.80%	115,199	\$47.61	273,384	\$683	\$114
Jan-04	\$5,957,644	\$727,894	23.80%	\$5,229,750	6.87%	123,567	\$48.21	301,992	\$714	\$124
Feb-04	\$6,461,549	\$782,008	24.56%	\$5,679,541	6.94%	130,620	\$49.47	312,455	\$790	\$140
Mar-04	\$6,249,023	\$808,054	22.05%	\$5,440,969	6.75%	141,434	\$44.18	323,747	\$728	\$164
Apr-04	\$6,208,472	\$800,540	25.04%	\$5,407,933	6.83%	133,040	\$46.67	300,075	\$721	\$166
May-04	\$5,902,535	\$735,792	22.62%	\$5,166,743	6.56%	136,109	\$43.37	306,005	\$645	\$157
Jun-04	\$5,923,158	\$740,177	23.88%	\$5,182,981	6.86%	136,328	\$43.45	299,326	\$649	\$157
TOTALS	\$71,845,174	\$9,062,166	23.32%	\$62,783,007	6.73%	1,600,643	\$44.89	3,659,219	\$738	\$137

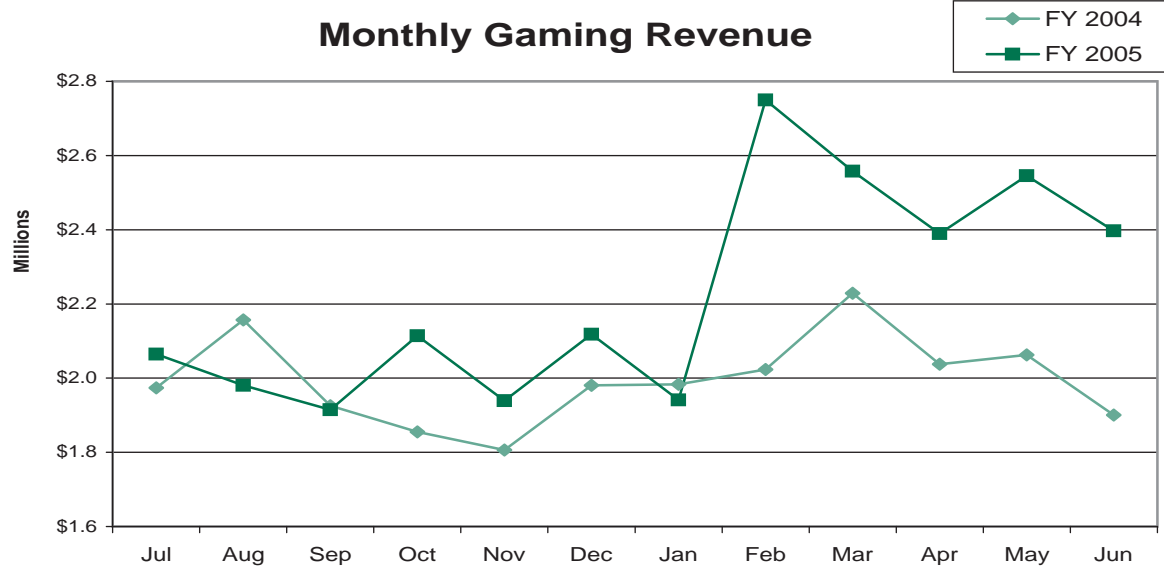
St. Jo Frontier Casino

General Manager: Craig Travers
777 Winners Circle
St. Joseph, Missouri 64505
(816) 279-5514

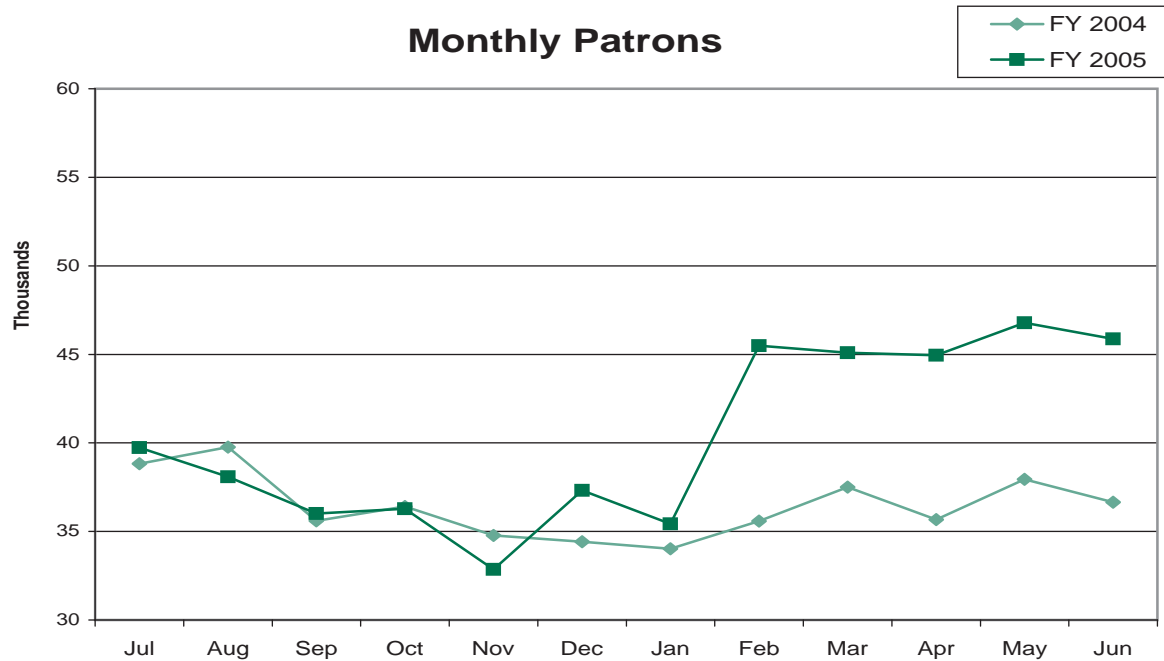
Original License: June 24, 1994
Acquired by Herbst: February 1, 2005
Gaming Space: 18,000 Square Feet
Electronic Gaming Devices: 594
Table Games: 12
Buffet and (1) Specialty Restaurant
Meeting Space
Total Employee Compensation: \$6,400,000
Real Estate/Personal Property Tax: \$240,000
State Sales Tax: \$103,100
City/County Lease Payments: \$635,000
Charitable Donations: \$33,600
Total Employment: 273
Minority Employment: 17
Female Employment: 149

St. Jo posted strong results after the February 2005 purchase of the facility by Herbst Gaming. Their gaming revenue increased 12%, to nearly \$27 million, along with an 11% increase in patron volume over the prior year. The new ownership has used marketing strategies and new slot technologies to increase their results with a positive outcome. As the new enhancements continue, St. Jo will likely continue to post moderate growth in the coming year.

Monthly Gaming Revenue



Monthly Patrons



Fiscal year ended June 30, 2005

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-04	\$2,064,599	\$236,898	25.92%	\$1,827,702	7.75%	39,740	\$51.95	77,446	\$526	\$122
Aug-04	\$1,980,542	\$210,352	23.21%	\$1,770,190	7.92%	38,087	\$52.00	74,373	\$467	\$119
Sep-04	\$1,914,918	\$192,500	24.51%	\$1,722,418	7.77%	36,007	\$53.18	71,181	\$428	\$118
Oct-04	\$2,114,455	\$231,801	26.91%	\$1,882,655	7.89%	36,278	\$58.28	73,614	\$515	\$129
Nov-04	\$1,939,241	\$224,569	26.50%	\$1,714,672	7.99%	32,854	\$59.03	67,531	\$499	\$117
Dec-04	\$2,118,307	\$229,830	23.05%	\$1,888,477	7.62%	37,315	\$56.77	77,165	\$511	\$129
Jan-05	\$1,941,261	\$209,825	23.82%	\$1,731,436	7.66%	35,430	\$54.79	73,077	\$466	\$118
Feb-05	\$2,749,464	\$237,952	23.28%	\$2,511,512	8.66%	45,486	\$60.45	94,332	\$529	\$171
Mar-05	\$2,557,714	\$244,889	24.73%	\$2,312,825	7.60%	45,098	\$56.71	92,959	\$680	\$173
Apr-05	\$2,389,925	\$190,654	20.77%	\$2,199,271	7.32%	44,948	\$53.17	93,483	\$530	\$133
May-05	\$2,545,773	\$186,070	19.61%	\$2,359,703	7.50%	46,780	\$54.42	100,230	\$517	\$132
Jun-05	\$2,397,083	\$204,805	23.21%	\$2,192,279	6.98%	45,877	\$52.25	96,294	\$569	\$123
TOTALS	\$26,713,282	\$2,600,141	23.74%	\$24,113,141	7.70%	483,900	\$55.20	991,685	\$520	\$132

Fiscal year ended June 30, 2004

MONTH	TOTAL AGR	TABLE AGR	TABLE WIN %	SLOT AGR	SLOT HOLD %	PATRONS	WIN PER PATRON	ADMISSIONS	DAILY WIN PER TABLE	DAILY WIN PER SLOT
Jul-03	\$1,974,063	\$218,838	22.70%	\$1,755,225	7.44%	38,823	\$50.85	77,114	\$456	\$114
Aug-03	\$2,156,873	\$237,425	21.89%	\$1,919,448	7.88%	39,766	\$54.24	80,315	\$495	\$124
Sep-03	\$1,925,537	\$219,389	24.82%	\$1,706,149	7.78%	35,599	\$54.09	71,045	\$457	\$111
Oct-03	\$1,855,225	\$182,958	20.77%	\$1,672,267	7.37%	36,412	\$50.95	72,992	\$381	\$106
Nov-03	\$1,806,338	\$184,754	18.04%	\$1,621,584	7.75%	34,774	\$51.95	70,584	\$385	\$106
Dec-03	\$1,980,605	\$256,880	26.82%	\$1,723,725	8.14%	34,425	\$57.53	69,679	\$535	\$113
Jan-04	\$1,983,127	\$239,831	27.47%	\$1,743,296	7.98%	34,019	\$58.29	69,490	\$533	\$116
Feb-04	\$2,023,225	\$276,914	28.71%	\$1,746,311	7.73%	35,579	\$56.87	72,881	\$615	\$116
Mar-04	\$2,228,821	\$266,682	27.09%	\$1,962,139	8.09%	37,499	\$59.44	75,819	\$593	\$131
Apr-04	\$2,037,726	\$252,718	28.64%	\$1,785,008	7.83%	35,671	\$57.13	71,421	\$562	\$119
May-04	\$2,062,439	\$224,367	25.12%	\$1,838,072	7.79%	37,950	\$54.35	75,032	\$499	\$126
Jun-04	\$1,900,510	\$197,634	24.02%	\$1,702,876	7.62%	36,653	\$51.85	71,827	\$439	\$115
TOTALS	\$23,934,489	\$2,758,388	24.59%	\$21,176,100	7.78%	437,170	\$54.75	878,199	\$496	\$116

HOME DOCK COMMUNITIES' USE of GAMING FUNDS

CITY OF BOONVILLE

Expenditures	FY 2006	Expenditures	FY 2006
Howard County Sheriff	\$ 50,000	Summer Youth Program	\$ 6,360
Howard County Prosecutor	\$ 25,000	Boonslick Outside Arts	\$ 4,000
New Franklin Police Department	\$ 25,000	Drainage Improvements	\$ 180,000
Cooper County Sheriff	\$ 50,000	Fire Department Relocation	\$ 300,000
Cooper County Prosecutor	\$ 25,000	YMCA Renovation	\$ 667,000
Moniteau County Sheriff	\$ 20,000	Canine Unit	\$ 27,000
Pettis County Prosecutor	\$ 10,000	Patrol Cars	\$ 46,000
Pettis County Sheriff	\$ 10,000	River Pump Station	\$ 1,200,000
Saline County Sheriff	\$ 20,000	Fourth Street Reconstruction	\$ 1,000,000
MUSTANG	\$ 25,000	90/10 Sidewalk Program	\$ 30,000
Blackwater	\$ 1,000	Main Street Swellings	\$ 200,000
Pilot Grove	\$ 2,000	Two Emergency Sirens	\$ 60,000
Bunceton	\$ 1,000	Rebuild Grader	\$ 50,000
Otterville	\$ 1,000	Street Sweeper	\$ 200,000
Prairie Home	\$ 1,000	Televis Storm/Sanitary Drains	\$ 75,000
YMCA	\$ 72,000		
Senior Center	\$ 42,150		
		Gaming Fund Expenditures	\$ <u>4,425,510</u>

SOURCE: City of Boonville

CITY OF CARUTHERSVILLE

EXPENDITURES	2003-2004 Actual	2004-2005 Actual	2005-2006 Estimated
Drainage		\$ 339,023	\$ 200,000
20th Street Drainage	\$ 11,898		
10th Collins	\$ 25,000		
Water/Wastewater Improvements			
Water Tower Maintenance	\$ 129,473	\$ 56,204	
Street Improvements			
Miscellaneous Street Improvements	\$ 74,652	\$ 14,604	\$ 15,000

EXPENDITURES	2003-2004 Actual	2004-2005 Actual	2005-2006 Estimated
Public Safety			
Additional Police Officers	\$ 76,055	\$ 50,703	\$ 52,225
Humane Shelter Building	\$ 25,489	\$ 80,511	
Drug Task Force	\$ 49,449		
Fire Department Equipment		\$ 82,813	
Other Infrastructure			
Downtown Redevelopment	\$ 12,154	\$ 1,679	
Sidewalks	\$ 1,005	\$ 865	\$ 10,000
Nursing Home	\$ 25,000		
Cemetery Fencing	\$ 54,968		
Airport Improvements			\$ 11,000

TOTALS	<u>\$ 485,143</u>	<u>\$ 626,402</u>	<u>\$ 288,225</u>
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SOURCE: City of Caruthersville

NOTE: Numbers were rounded off

CITY OF KANSAS CITY

	Adopted FY 2004-05	Adopted FY 2005-06		Adopted FY 2004-05	Adopted FY 2005-06
Equipment/Deferred Maintenance			Capital Improvements		
Information Technology			Roadways and Street Markings		
Citywide Personal Computer Replacement Program	\$ 1,500,000	\$ 1,450,000	Boulevard Reconstruction	\$ 200,000	
GIS Upgrade	\$ 384,725	\$ 385,191	Street Preservation	\$ 1,917,925	\$ 69,805
			Neighborhood Sign Replacement		\$ 100,000
Police Department					
Fleet Operations	\$ 480,408	\$ 824,000	Streetlight System		
Radio Maintenance	\$ 225,000	\$ 225,000	Streetlight System Expansion	\$ 9,000,000	\$ 9,396,000
Public Safety Radio Improvements	\$ 193,314		MOPUB Streetlight Purchase	\$ 253,560	\$ 255,360
Fire Department			Public Facilities		
Fire Apparatus and Equipment Replacement	\$ 40,000		Municipal Service Center Debt Retirement	\$ 1,399,315	\$ 1,400,981
			City Market Debt Retirement	\$ 1,389,646	\$ 1,395,755
Neighborhood and Community Services			Kansas City Zoo Buildings & Grounds	\$ 400,000	
Equipment Replacement	\$ 270,486	\$ 270,000	Playground Equipment	\$ 100,000	
			Park Maintenance	\$ 800,000	\$ 500,000
Parks and Recreation Department			Swimming Pool Maintenance	\$ 300,000	\$ 300,000
Equipment Replacement	\$ 104,689	\$ 284,000	City Fountain Maintenance	\$ 100,000	\$ 200,207
			Ballfield Renovation	\$ 50,000	
Environmental Management			Community Center Maintenance	\$ 890,000	\$ 1,000,000
Solid Waste Fleet Replacement	\$ 64,346		1% Fountain/Monument Restoration	\$ 250,000	
			Parks Roads and Parking Lots	\$ 150,000	\$ 100,000
Department of Public Works			Streetscape Maintenance	\$ 50,000	
Equipment Replacement	\$ 331,669	\$ 957,000	Tree Trimming	\$ 575,000	\$ 1,000,000
Public Safety Radio Improvements	\$ 92,435		Lake Restoration	\$ 49,087	
			Parks Administration Headquarters	\$ 75,000	
			Park Facilities Improvements	\$ 325,000	\$ 1,000,000
			City Hall Life Safety Improvements		\$ 175,000
			Convention & Entertainment Center Facility		\$ 400,000
			ADA Compliance		\$ 100,000
	\$ 3,687,072	\$ 4,395,191	Fuel Tank (LUST) Removal		\$ 90,000
				\$ 18,224,533	\$ 17,483,108
<i>SOURCE: City of Kansas City</i>			Total Gaming Funds Allocated	\$ 21,911,605	\$ 21,878,299

CITY OF LAGRANGE

	2005-2006 Adopted Budget
Parks/Recreation	
Ball Park: Landscaping, maintenance, fence, etc.	\$ 30,800
Riverfront Park: Drainage tubes, benches, ramp, landscaping	\$ 16,250
Washington Park: Sidewalks, benches, swings, tables	\$ 11,500
Mineral Well Park: Fix mineral well, benches, tables	\$ 25,500
Streets	
Street improvements	\$ 311,912
Sidewalk improvements	\$ 20,000
Machinery and vehicles	\$ 20,000
Pole barn, not built	\$ 30,000
Water/Waste Water	
Equipment	\$ 8,000
New water lines	\$ 80,000
Inflow & infiltration study of sewer	\$ 52,000
New sewer lines	\$ 176,500
Design for new sewer treatment plant	\$ 87,000
Public Safety	
Building improvements	\$ 10,000
Dog shelter	\$ 20,000
Equipment	\$ 7,500
Generator for fire station	\$ 15,000
Additional hose	\$ 14,000
Rescue boat	\$ 10,000
New fire truck	\$ 180,000
TOTAL	<u>\$ 1,125,962</u>

SOURCE: City of LaGrange

CITY OF MARYLAND HEIGHTS

2005 General Fund

Police Department Expanded Operations	\$ 1,250,000
Finance Department Expanded Operations	\$ 115,000
GIS System Support	\$ 230,000
Public Relations	\$ 100,000
Administrative (Human Resources)	\$ 75,000
Planning Department Expanded Operations	\$ 58,000
Unspecified Operating Costs	\$ 467,000
Residential Trash Hauling Services	\$ 771,000

Total Operating Expenses

\$ 3,066,000

2005 Reserve Fund

\$ 765,000

2005 Capital Improvement Projects

Street Slab Replacement Program	\$ 2,000,000
Microsurfacing (Asphalt Streets)	\$ 200,000
Asphalt Street Resurfacing	\$ 100,000
Edgeworth Road Improvements	\$ 20,000
Dorsett/I-270 Interchange Planning	\$ 1,825,000
Midland Avenue Reconstruction Phase II	\$ 650,000
City Hall/Police Station Debt Service	\$ 1,080,000
City Hall/Police Station Construction	\$ 4,050,000
Public Works Facility	\$ 1,200,000
Sidewalk Improvements	\$ 100,000
Howard Bend Area Planning	\$ 200,000
Eldon Avenue	\$ 1,500,000
Bennington Place	\$ 725,000
Capital Improvement Management	\$ 467,500
City-wide Identification Program	\$ 75,000

Total Capital Improvement Expenditures

\$ 14,192,500

Total Expenditures in 2005 of Gaming Funds

\$ 18,023,500

In 2003 the City established the distribution of gaming taxes to funds based on the priorities established by the City Council. These priorities took affect beginning in 2005 as follows:

Government Center - Debt Service Fund (Revenue Bonds)	\$ 1,080,000
General Fund (Requirement for funding)	\$ 2,295,000
Reserve Fund (Total of 5% of gambling taxes placed in Reserve Fund)	\$ 765,000
General Fund (Equal to cost of basic residential trash collection)	\$ 771,000
Capital Improvement Fund (50% of gambling taxes less debt service)	\$ 6,570,000
Regional Infrastructure Fund (Any remaining funds)	\$ 3,819,000

Total

\$ 15,300,000

2005 Estimated Gaming Tax Revenue

\$ 15,300,000

Use of prior year's gaming taxes *

\$ 2,723,500

Total Sources of Gaming Funds

\$ 18,023,500

* Amounts that had accumulated in the City's Capital Improvement Fund to finance projects in 2004.

SOURCE: City of Maryland Heights

CITY OF NORTH KANSAS CITY	FY 03-04 Update	FY 04-05 Budget		FY 03-04 Update	FY 04-05 Budget
Services			Buildings/Improvements		
Professional Services	\$ 97,000	\$ 146,300	Council Chamber and Lobby Renovation		\$ 110,000
Contingencies	\$ 200,000	\$ 200,000	Check Valve - 2121 Gentry		\$ 10,000
Senior Citizen Program - P.R.	\$ 5,144	\$ 5,000	Reroof City Building Leased by Sutherlands		\$ 275,000
Snake Saturday Parade/BBQ - P.R.	\$ 47,315	\$ 45,000	City Hall Administration - Carpet and Wiring	\$ 6,383	
Winter Wonderland - P.R.	\$ 6,871	\$ 7,100	Community Center - Repair Pool Tile		\$ 350,000
Summer Funfest - P.R.	\$ 6,112	\$ 10,000	Community Center - S entrance automatic doors		\$ 27,500
Business Council - P.R.	\$ 25,500	\$ 25,800	Community Center - Flooring		\$ 30,000
Historical Committee - P.R.	\$ 892	\$ 2,500	Fire Department Training Tower	\$ 654	\$ 25,000
Saturday in Square & Friday in Park - P.R.	\$ 6,930	\$ 11,510	Renovate Fire Station #2	\$ 75,000	\$ 500,000
Corporate Challenge - P.R.	\$ 5,507	\$ 6,500	Renovate Fire Station #1		\$ 75,000
Employee Wellness Program - P.R.	\$ 4,500	\$ 4,500	Electrical Station #1		\$ 25,000
Safety Committee - P.R.	\$ 2,737	\$ 4,500	Police Facility Design	\$ 53,500	\$ 260,500
Regional Forensic Lab - P.R.	\$ 55,000	\$ 55,000	Police Facility Cost Study	\$ 20,521	
Land Acquisition	\$ 1,313,912	\$ 2,300,000	Police Facility Construction		\$ 1,257,600
Land Improvements			Water Plant Door Replacement	\$ 17,481	
Beautification Projects	\$ 1,905	\$ 250,000	Water - Distribution Inventory Shelter	\$ 7,555	
Removal of Community Center Bush Garden	\$ 7,305		Water - Rehab Vernon Pump Station	\$ 3,135	
Fencing for Sunny Hills and Vernon	\$ 39,000		Water - Reroof Sunny Hills Pump Station	\$ 2,280	
Pave Macken Park Walking Trail	\$ 104,000		Water - Fibergate Walkway	\$ 10,000	
1811 Parking Lot Expansion	\$ 18,000		Water Plant Elevator	\$ 125,000	
Asphalt Overlay City Lots	\$ 83,000		Reroof Water Plant		\$ 50,000
Town Square Decks & Structure	\$ 134,000		Equipment/Furniture		
Parks and Recreation Master Plan		\$ 50,000	Administration - Equipment		\$ 225,000
Woods Fountain Enhancements		\$ 10,000	Fire Department - Equipment	\$ 83,780	\$ 282,000
Information Technology			Police Department - Equipment	\$ 234,453	\$ 134,470
Fire	\$ 13,766	\$ 97,925	Codes Enforcement - Equipment	\$ 15,680	
Police	\$ 10,706	\$ 48,000	Buildings & Grounds - Equipment	\$ 25,056	\$ 98,500
Interdepartmental	\$ 792,863	\$ 242,200	Community Center - Equipment	\$ 92,145	\$ 130,000
Community Center	\$ 24,834	\$ 18,000	Parks - Equipment	\$ 11,750	
Water	\$ 56,000		Water - Equipment	\$ 156,584	\$ 106,000
Infrastructure			Administration - Furniture	\$ 112,900	
Well Treatments	\$ 28,928		Fire - Furniture	\$ 10,000	
Replace #1 and #3 Motor	\$ 58,000		Public Works - Furniture	\$ 4,766	\$ 51,200
Vulnerability Assessment	\$ 70,000		Community Center - Furniture		\$ 14,250
Lime Slaker	\$ 69,895		Interfund Transfers Out		
Lime Transfer Pipe	\$ 5,580		Transfer to Library Endowment	\$ 500,000	\$ 500,000
Reservoir Roof Hatches		\$ 15,000	Transfer to Community Center Endowment	\$ 2,000,000	\$ 2,000,000
Asphalt Water Department Parking Lot		\$ 72,000	Transfer to Library Fund	\$ 4,000	\$ 4,000
Filter Refurbishing		\$ 75,000	Transfer to Communications Utility Fund	\$ 2,454,462	\$ 6,500,000
Filter Turbidimeters Gauges		\$ 18,000	Transfer to Health Insurance Reserve	\$ 80,000	\$ 55,000
Contributions/Partnerships			Transfer to Northgate Redevelopments	\$ 1,950,000	
Historical Society Display Cases	\$ 5,636		Transfer to M-210 and Walker Road Fund	\$ 108,576	
Veterans Memorial		\$ 55,000	Total Expenditures	\$ 11,466,499	\$ 16,885,855
Northland Hazmat		\$ 15,000			

SOURCE: City of North Kansas City

CITY OF RIVERSIDE

	FY 2004-2005		FY 2004-2005
Assistance to Other Entities		New Public Safety Facility	
Northland Health Care	\$ 25,000	Design, Construction & Furnishings	\$ 927,848
Salvation Army	\$ 10,000		
American Red Cross	\$ 5,000	Property Acquisitions/Right of Way	\$ 47,392
Transit Services for Residents	\$ 16,000		
Northland Symphony	\$ 1,000	Park Improvements	
Park Hill South High School	\$ 3,600	Line Creek Trail - Design Phase	\$ 14,545
Park Hill South High School Jazz Band	\$ 1,000	New Shelter House - EH Young Park	\$ 98,640
Heartland Run	\$ 1,000		
City Sponsored Fall Festival/Concerts in Park	\$ 35,000	Equipment Purchases	
		2005 Ford Police Interceptor	\$ 21,885
Horizon Development Commitment		4 Police Bikes with Racks	\$ 2,912
900 Acre Commercial/Industrial Park	\$ 1,761,285	Police Gator with canopy & access	\$ 10,875
		Kevlar Vests	\$ 7,750
Major Thoroughfare/Infrastructure		2 Steel Spreaders	\$ 9,056
Upper Gateway	\$ 664,295	Fuel Tank	\$ 1,728
Gateway/Vivion Road	\$ 824,927	Cat 416C Backhoe Loader	\$ 42,000
Gateway Storm Sewer Gap	\$ 86,013	2 Z Track 60" Mowers	\$ 14,656
West Platte Road & Bridge	\$ 2,096,646	Bunker Gear	\$ 15,000
Street Contracts	\$ 37,869		
Curb Work	\$ 126,789	Community Services	
High Drive	\$ 222,962	City Wide Trash Collection Service	\$ 57,484
Vivion Road West	\$ 42,095	City Wide Clean Up Campaign	\$ 17,646
Cliffview Avenue	\$ 15,900		
		TOTAL	\$ 7,265,798

SOURCE: City of Riverside

CITY OF ST. CHARLES

Stormwater Projects	CY 2003	CY 2004	CY 2005	Facilities Maintenance	CY 2003	CY 2004	CY 2005
Debt Service - Stormwater Bonds	\$ 845,000	\$ 845,000	\$ 845,000	Parking Garage Work	\$ 150,000		
Miscellaneous Stormwater Projects	\$ 50,000	\$ 200,000	\$ 275,000	Parking Lot Renovation	\$ 171,000		
Cole Creek Creekbank Stabilization		\$ 445,000	\$ 405,000	Replace City Hall Ceiling Tiles		\$ 100,000	
Misc. Creek Bank Stabilization		\$ 165,000	\$ 267,000	Equipment Replacement		\$ 35,000	
Oak Trails Flood Prevention Plan		\$ 35,000	\$ 200,000	Replace Garage Gate System		\$ 60,000	
NPDES Program		\$ 59,000	\$ (100,517)	Upgrade Electrical Service		\$ 40,000	
Creek Bank Cleaning			\$ 33,000	HVAC Analysis		\$ 25,000	
Hanover Manor Drainage			\$ 100,000	Elevator Repairs ADA		\$ 30,000	
Mapping	\$ 400,000			Senior Center Improvements			\$ 50,000
Street Projects				Replace Garage Sweeper			\$ 45,000
Street Surface Repairs	\$ 498,000			City Hall Rotunda Renovation			\$ 30,000
Debt Service - Streets	\$ 127,100	\$ 166,000	\$ 1,097,000	Coolonade Renovation		\$ 80,000	
Alley Maintenance	\$ 25,000			Police Department			
Sidewalk Maintenance	\$ 25,000	\$ 225,000	\$ 250,000	Personnel Costs	\$ 2,381,000	\$ 2,745,000	\$ 3,078,614
Sidewalk Extensions		\$ 15,000	\$ 230,000	Personnel Costs-Dare/SRO	\$ 650,000	\$ 795,000	\$ 892,221
Overlay Parking Lot	\$ 250,000	\$ 70,000		Debt Service-Radio System	\$ 590,000	\$ 556,000	
1st Cap. Improvmnts./Beautification	\$ 100,000			Parks - Frenchtown Greenway			\$ 250,000
Cave Springs & Mexico Rd Improv.			\$ 300,000	Webster Park Development		\$ 150,000	\$ 300,000
5th Street Extension	\$ 1,050,000	\$ 1,150,000	\$ 184,219	Land Acquisition	\$ 968,400		\$ 173,060
Randolph Street Reconstruction	\$ 270,000			Debt Service-Fox Hill Park Add			\$ 50,000
Boone's Lick Improvements	\$ 380,000			Economic Development/Redev.			
North Main Sidewalks	\$ 200,000			Economic Development Fund	\$ 300,000	\$ 437,500	\$ 35,000
Intersection Improvements	\$ 477,500	\$ 275,000		Convention Center Project	\$ 232,500	\$ 685,000	
5th & Riverbluff Improvements	\$ 600,000			Arena Project	\$ 300,000	\$ 300,000	\$ 300,000
Traffic Signalization Projects	\$ 333,000	\$ 120,000	\$ 235,000	Website/Other Improvements		\$ 5,000	\$ (5,000)
Welcome Signage	\$ 28,000			Community Center Project			\$ 700,000
Elm Street Reconstruction		\$ 1,616,000		Pubic Art Projects			\$ 100,000
Tecumseh & 3rd Street Improv.			\$ 350,000	Water - Debt Service/Bonds	\$ 400,000	\$ 400,000	
Decorative Fence Benton School			\$ 40,000	Water Pollution Control-Bonds	\$ 300,000	\$ 300,000	
Benches - Misc. North Second			\$ 50,000	Other - Veterans Memorial	\$ 300,000		
Curb & Gutter Program		\$ 20,000		Foundry Art Center	\$ 200,000	\$ 200,000	\$ 200,000
Comprehensive Citywide Traffic Study		\$ 200,000		Lewis & Clark Boathouse	\$ 200,000		
South Main Street		\$ 40,000	\$ 300,000	Municipal Airport		\$ 250,000	\$ (250,000)
Street Contingency		\$ 200,000		Personnel Costs	\$ 328,000	\$ 898,050	\$ 1,010,396
Traffic Calming		\$ 30,000	\$ 30,000	Additions to (use of) Reserves	\$ (54,346)	\$ 50,000	\$ 484,500
Miscellaneous Property Acquisitions		\$ 30,000	\$ 30,000	Frenchtown Facade Program	\$ 25,000	\$ 75,000	\$ 25,000
Downtown Sidewalks N Main			\$ 200,000	Lewis & Clark 2004 Event	\$ 100,000	\$ 200,000	
Buckskin Road Connection			\$ 100,000	Arts & Culture Activities	\$ 200,000	\$ 200,000	\$ 200,000
South 5th St Box Culvert			\$ 300,000	Riverfront Plan/Improvements		\$ 20,000	\$ 20,000
Boschertown Rd Enhancements			\$ 50,000	Facade Improvement -Other			\$ 100,000
Sidewalks-Huntington Park etc.			\$ 150,000	Frenchtown Capital Improv.			\$ 100,000
Fire - Personnel Costs	\$ 1,862,000	\$ 1,930,000	\$ 2,164,507	Hwy 370 N Capital Improv.			\$ 100,000
				Log Cabin Rescue			\$ 50,000
				Frenchtown Museum			\$ 50,000
				Rollaway Trash Carts			\$ 640,000
				TOTALS	\$ 15,262,154	\$ 16,472,550	\$ 16,814,000

SOURCE: City of St. Charles

CITY OF ST. JOSEPH

	FY04 - Revised	FY05		FY04 - Revised	FY05
Public Safety			Neighborhood Initiatives		
Fire Capital Equipment	\$ 8,000	\$ 14,438	Community Appearance Plan Implementations	\$ 165,719	\$ 75,554
			Contribution to Historic Steam Engine Renovation	\$ 20,000	
Economic Development			Mitchell Park Beautification Match		\$ 2,000
Chamber of Commerce/Economic Development Contract	\$ 145,000	\$ 150,000	Neighborhood Association Project Match	\$ 3,736	
MO-KAN Contribution	\$ 25,000	\$ 25,000	St. Joe Day at Arrowhead		\$ 1,315
Community Strategic Plan	\$ 12,000	\$ 12,000	Public Service Initiatives/Miscellaneous		
Downtown Partnership Contract	\$ 15,500	\$ 18,000	<i>Other Expenditures:</i>		
Local & Federal Legislative Lobbyists	\$ 35,500	\$ 35,500	Festivals Support/Celebrations	\$ 46,000	\$ 46,000
Economic Development - Professional Services	\$ 80,000	\$ 106,000	Miscellaneous Equipment Purchases	\$ 2,430	
Downtown/Brownfields Development Plans		\$ 75,000	<i>Special/Limited Contributions or Payments:</i>		
Development Project		\$ 197,689	Proactive Rezoning Initiative		\$ 15,000
Industrial Life Sciences Institute		\$ 25,000	Chamber of Commerce City Promotion		\$ 25,000
Infrastructure			Legal Settlement on Capital Project	\$ 200,000	
Downtown Revitalization	\$ 9,700	\$ 9,700	City Portion/Water Rate Coalition	\$ 3,300	
Riverfront Recreation Complex & Trail	\$ 58,138	\$ 10,760	Youth Soccer League - Field Improvements	\$ 15,000	
Riverfront Alternate Access Study	\$ 62,500		ECHO-ADA Accessibility Manual	\$ 3,750	
Hike and Bike Trails	\$ 259,924		Environmental Assessment		\$ 23,000
McArthur Drive Improvements	\$ 1,540	\$ 1,540			
Noyes Tennis Complex Renovation	\$ 16,010				
City Signage Replacements		\$ 6,185			
Living History Preserve Project		\$ 50,000			
			Total Expenditures	\$ 1,188,747	\$ 924,681

SOURCE: City of St. Joseph

COUNTY OF BUCHANAN

	2003 Actual Expenditures	2004 Actual Expenditures	2005 Budget		2003 Actual Expenditures	2004 Actual Expenditures	2005 Budget
Juvenile Office				Circuit Court			
Academy Improvements & Equipment	\$ 18,331			Circuit Court Equipment	\$ 8,641	\$ 10,118	\$ 12,000
Juvenile Equipment			\$ 5,000				
Project Payoff Match	\$ 27,000			Data Processing			
				Commercial Telecom Service	\$ 5,827	\$ 7,167	\$ 7,200
Health and Welfare				Computer Equip./Service	\$ 241,341	\$ 207,894	\$ 420,000
Health Department	\$ 126,397	\$ 141,038	\$ 132,500				
Mercy Hospital	\$ 22,500						
Public Services							
Soil & Water Conservation District	\$ 10,000	\$ 10,000	\$ 10,000				
General Accounts							
Community Support	\$ 149,333	\$ 208,059	\$ 100,000				
New Radio System	\$ 53,177	\$ 53,177	\$ 53,177				
Green Acres Relocation	\$ 12,570						
Public Defender Lease	\$ 35,626	\$ 35,739	\$ 35,600				
Postage	\$ 195,934	\$ 154,650	\$ 220,000				
Professional Services	\$ 223,624	\$ 242,039	\$ 150,000				
Radio Antenna Contract	\$ 12,725	\$ 12,000	\$ 12,000				
General Expenses	\$ 182,751	\$ 161,566	\$ 144,576				
				TOTALS	\$ 1,325,776	\$ 1,243,447	\$ 1,302,053

SOURCE: Buchanan County

NOTE: Numbers were rounded off

CITY OF ST. LOUIS

Three Primary Sources:

2% AGR Tax: Allocated to support police patrols, fire marine unit supplies and conduct public safety related capital improvements on the riverfront.

Admission Fee: Allocated to the City's Capital Fund. These funds are budgeted each year for items such as arterial street paving, bridge repair, rolling stock replacement, public building improvements, etc.

Port Authority Lease (2% of AGR): In addition to gaming taxes, this revenue is in the form of a lease payment paid to the Port Authority. These funds are generally appropriated for furthering housing and economic development efforts of the St. Louis Development Corporation (SLDC).

	FY02	FY03	FY04	FY05	FY06b
Public Safety					
Riverfront Street Lighting	\$ 50,000				
Payment to Port Authority	\$ 600,000	\$ 600,000	\$ 600,000	\$ 575,000	\$ 300,000
Police Patrols	\$ 499,726	\$ 650,000	\$ 650,000	\$ 650,000	\$ 950,000
Fire Department Marine Unit Supplies	\$ 23,010	\$ 40,273	\$ 9,977	\$ 2,509	\$ 25,000
Compulsive Gamblers' Fund					\$ 50,000
Subtotal	\$ 1,122,736	\$ 1,340,273	\$ 1,259,977	\$ 1,227,509	\$ 1,325,000
Capital Improvements					
Capital Fund Contribution	\$ 4,000,000	\$ 5,445,000	\$ 3,900,000	\$ 3,600,000	\$ 3,700,000
Subtotal	\$ 4,000,000	\$ 5,445,000	\$ 3,900,000	\$ 3,600,000	\$ 3,700,000
Economic Development					
SLDC Economic Development	\$ 1,200,000	\$ 1,400,000	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
Subtotal	\$ 1,200,000	\$ 1,400,000	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
Total	\$ 6,322,736	\$ 8,185,273	\$ 6,659,977	\$ 6,327,509	\$ 6,525,000

SOURCE: City of St. Louis

Summary of Missouri Gaming Commission (MGC) Actions During FY 2005

# of Occurrences	Action Type	Subject Matter
16	Approval of Minutes	Commission Meeting Minutes Adopted
1	Budget	Approval of FY 2006 Budget
24	Disciplinary Action	Casino related - fines
2	Disciplinary Action	Individual - Level I
15	Hearing Officer Recommendation	Individual's license denied
1	Hearing Officer Recommendation	Individual reprimanded
10	Hearing Officer Recommendation	Individual's license revoked
3	Hearing Officer Recommendation	Individual's license suspended
5	Hearing Officer Recommendation	Case/Discipline dismissed
1	Hearing Officer Recommendation	Fine amended - Casino
1	Hearing Officer Recommendation	Penalty voided - Casino
2	Hearing Officer Recommendation	Approval of Design & Dockside for Casino One - City & County
1	Hearing Officer Recommendation	Organization's license suspended - Bingo
9	License Renewed	Bingo Manufacturers
9	License Renewed	Casinos
19	License Renewed	Suppliers
1	License Issued	Bingo
4	Motion to Dismiss	Licensee's license had expired
2	Gaming License Issued	Casino
35	Occupational License Issued	Individual
19	Rules & Regulations - Casino related	Final Order of Rulemaking
10	Rules & Regulations - Casino related	Proposed Amendment
2	Rules & Regulations - Casino related	Proposed Rule
29	Rules & Regulations - Bingo related	Final Order of Rulemaking
1	Rules & Regulations - Bingo related	Proposed Amendment
2	Rules & Regulations - Bingo related	Proposed Rule
21	Rules & Regulations - Bingo related	Proposed Rule Amendment
8	Rules & Regulations - Bingo related	Proposed Rescission
11	Settlement	Bingo related
7	Settlement	Casino related
3	Settlement	Individual - Level I
32	Presentations	Various Presenters

Contacting the Missouri Gaming Commission

The Missouri Gaming Commission offices are located in Jefferson City, Kansas City and St. Louis. The offices are open Monday through Friday except on state holidays.

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